

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT



RIGHT TO
INFORMATION

Industries & Commerce Department - Industrial Promotion - Incentives for the establishment of Industrial Enterprises in Andhra Pradesh under the Industrial Development Policy (IDP) 2023-27 - Operational Guidelines for implementation - Orders - Issued.

ఆంధ్రప్రదేశ్ రాజపత్రము

THE ANDHRA PRADESH GAZETTE

G.O.Ms.No.68

PUBLISHED BY AUTHORITY

Read the following:

PART I. EXTRAORDINARY

- No.943
1. G.O.Ms.No.22, Industries & Commerce (P&I) Department, dt:19.03.2023.
 2. From the Director of Industries, Le-Office File No.17,1202-17025/35/2023- I&I-I DOI) (Computer No.2116374) AMARAVATHI, THURSDAY, AUGUST 17, 2023 G.708
 3. G.O.Ms.No.104, Industries & Commerce (P&I) Department, dt:19.07.2023
 4. G.O.Ms.No.59, Industries & Commerce (P&I) Department, dt:20.07.2023.

NOTIFICATIONS BY GOVERNMENT

ORDER:

In the G.O. 1st read above, Government have issued orders introducing the A.P. Industrial Development Policy 2023-27 for extending Incentives for Micro, Small, Medium Enterprises, Large and Mega Industries including Special Package of incentives for entrepreneurs belonging Scheduled Caste /Scheduled Tribe /Backward Classes /Minority Communities and Other Common Initiatives.

2. In the reference 2nd read above, the Commissioner of Industries, A.P., Mangalagiri has submitted the draft Operational Guidelines for implementation of Andhra Pradesh Industrial Development Policy 2023-27.

3. Government after careful examination of the proposals of the Commissioner of Industries, hereby accord approval of the Operational Guidelines for Andhra Pradesh Industrial Development Policy 2023-27 as appended to these orders.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R.KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

To

The Commissioner of Industries, A.P., Mangalagiri.

The Vice Chairman & Managing Director, APIIC, Mangalagiri.

The VC & Managing Director, APIDC, Parisrama Bhavan, 5-9-58/B, Fateh Maidan Road, Hyderabad - 500 004.

The Managing Director, Andhra Pradesh State Finance Corporation, Vijayawada.

The Commissioner, Handlooms & Textiles, Mangalagiri.

Copy to:

The Finance (Expr., Inds & Com.) Department.
The Revenue (CT/LA/Registration) Department.
The Water Resources (Reforms) Department.
The Energy Department.
The LET & F (Employment) Department.
The Environment, Forest, Science & Technology Department.
The Municipal Administration and Urban Development Department.
The Transport, Road & Buildings Department.
The Law Department.
The Social Welfare Department.
The Tribal Welfare Department.
The Y.A. &T.C. Department.
The Accountant General, Andhra Pradesh, Vijayawada.
The Convener, State Level Banker's Committee, Union Bank of India, FGM Office, 2nd Floor, Andhra Bank Building, R.R. Appa Rao Street, Vijayawada.
The General Manager, Small Industry Development Bank of India, (SIDBI), Hyderabad.
The Pay and Accounts Officer, Mangalagiri.
The Director of Treasuries and Accounts, Mangalagiri.
All District Collectors through the Commissioner of Industries, Mangalagiri.
All Heads of Departments through the Commissioner of Industries, Mangalagiri.
All Govt. Companies/Corporations through the Commissioner of Industries, Mangalagiri.
The PS to Spl. Chief Secretary to Chief Minister.
The P.S. to Chief Secretary to Government.
All Private Secretaries to the Ministers
All District Industries Office, District Industries Centres through Commissioner of Industries, Mangalagiri.
SC/SF

//FORWARDED :: BY ORDER//

S. Swamalatha
SECTION OFFICER

Industrial Development Policy 2023-27

Operational Guidelines

(YSR JAGANANNA BADUGU VIKASAM)

Module-2

Sanction & Disbursement of Incentives

SL.NO.	TITLE	PAGE NO.
1	INTRODUCTION	5
2	APPLICABILITY OF INCENTIVE SCHEME UNDER INDUSTRIAL DEVELOPMENT POLICY 2023-27	5
3	DEFINITIONS	6
3.1	Industrial Development Policy 2023-27	6
3.2	Eligible Enterprise	6
3.3	New Enterprise	6
3.4	Micro Enterprise	7
3.5	Small Enterprise	7
3.6	Medium Enterprise	7
3.7	Large, Mega and Ultra Mega Projects	7
3.8	Eligible Investment Period	8
3.9	Direct Employment	10
3.10	Eligible Fixed Capital Investment & Original Fixed Capital Investment	10
3.11	Production Capacity and Turnover of Original Enterprise/Industry	11
3.12	Expansion Projects	11
3.13	Diversification Projects	12
3.14	Tax	12
3.15	Date of Commencement of Commercial Production/Operation	12
3.16	Parishrama Aadhaar	13
3.17	Continuous Production Period	13
3.18	Approved Project Cost	13
3.19	Revised Project Cost	14
3.20	Aided Enterprise	15
3.21	Self-Financed Enterprise	15
3.22	SC Enterprise	15
3.23	ST Enterprise	15
3.24	SC/ST Women Enterprise	16
3.25	Seasonal Industry	16
3.26	Month	16
3.27	Financial Year	16
3.28	First Half Year	16
3.29	Second Half Year	16
4	PROCEDURE FOR CLAIMING VARIOUS INCENTIVES	16
4.1	Guidelines for Claiming Incentives	16
4.2	Investment Subsidy	18
4.3	Reimbursement of Net SGST	19
4.4	Interest Subsidy	21
4.5	Reimbursement of Stamp Duty	23
4.6	Rebate on Land Cost	24
4.7	Reimbursement of Land Conversion Charges	24
4.8	Reimbursement of Power Cost	25
4.9	IP Acquisition Cost Reimbursement	26
4.10	Reimbursement of the Cost of Technology Upgradation & Acquisition	27
4.11	Quality Certification	29
4.12	Piped Water Supply	29
4.13	Tailor-made Incentive Package for Mega and Ultra-Mega Projects	29
4.14	Special Incentive Package for Anchor Units	30

5	COMPUTATION OF FIXED CAPITAL INVESTMENT	31
5.1	Land	31
5.2	Factory Buildings	31
5.3	Plant & Machinery	33
5.4	Items to be Considered for FCI by Large, Mega, and Ultra Mega Projects	35
5.5	Items not Computable Towards Fixed Capital Investment	36
6	GENERAL GUIDELINES	36
7	INELIGIBILITY	39
8	CHANGE OF CONSTITUTION/ MANAGEMENT/ NAME/ STYLE OF THE ENTERPRISE	39
9	RESTRICTION OF TRANSFER/SALE OF THE ASSETS	40
10	LEASE OF ENTERPRISE/ INDUSTRY	40
11	CHANGE OF LOCATION OF THE ENTERPRISE DURING CONTINUOUS PRODUCTION PERIOD	40
12	MERGER/ AMALGAMATION OF INDUSTRIAL ENTERPRISE	41
13	CHANGE IN LINE OF ACTIVITY/ INCLUSION OF ADDITIONAL LINES OF ACTIVITY	41
14	BREAK IN PRODUCTION	42
15	PROCEDURE FOR SANCTION OF INCENTIVES	42
16	COMMITTEES ON INCENTIVES	47
16.1	State Level Scrutiny and Verification Committee	47
16.2	District Level Scrutiny and Verification Committee	48
16.3	Powers of Scrutiny and Verification Committees	49
16.4	State Level Committee (SLC)	49
16.5	District Industries and Export Promotion Committee (DIEPC)	51
16.6	Powers of SLC And DIEPC	53
17	RESPONSIBILITIES OF THE MEMBER-CONVENOR	54
17.1	Member Convenor- State Level Committee	54
17.2	Member Convenor DIEPC	55
18	PROCEDURE FOR DISBURSEMENT OF FUNDS	55
19	RESPONSIBILITIES OF GM/DIO, DICs	57
20	RECOVERY OF INCENTIVES SANCTIONED UNDER THE SCHEME	58
21	FURNISHING OF STATEMENT OF ACCOUNTS/ INFORMATION BY ELIGIBLE INDUSTRIAL ENTERPRISES	59
22	INTERPRETATION	59
23	PENALTIES	60
24	GRIEVANCE REDRESSAL	60
25	MONITORING & REIVEW	60
	EXPLANATORY NOTES	60

NO.	ANNEXURE	PAGE
I	LIST OF MANUFACTURING ACTIVITIES	62
II	INDUSTRY RELATED SECRVICE SECTORS	65
III	LIST OF SERVICE ACTIVITIES	66
IV	COMMON APPLICATION FORM FOR SANCTION OF INCENTIVES	72
V	SELF-COMPUTATION SHEET FOR ELIGIBLE INVESTMENT SUBSIDY	82
VI	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF STAMP DUTY/ LAND CONVERSION	85
VII	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF POWER COST	87
VIII	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF INTEREST SUBSIDY	88
IX-A	SGST REIMBURSEMENT FORM	90
IX-B	FORM-A	91
X	INTELLECTUAL PROPERTY ACQUISITION COST REIMBURSEMENT APPLICATION	94
XI	TECHNOLOGY UPGRADATION & ACQUISITION COST REIMBURSEMENT APPLICATION	97
XII	QUALITY CERTIFICATE CHARGES APPLICATION	100
XIII	STATEMENT OF ACCOUNT & LIST OF MACHINERY FORMAT	104
XIV-A	DATE OF COMMENCEMENT OF PRODUCTION APPLICATION FORM	108
XIV-B	DATE OF COMMENCEMENT OF PRODUCTION CERTIFICATE	110
XV	CIVIL ENGINEER CERTIFICATE FOR COST OF BUILDINGS AND OTHER CIVIL WORKS	111
XVI	SECOND HAND MACHINERY CERTIFICATE CERTIFIED BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER	112
XVII	SELF FABRICATED MACHINERY CERTIFICATE CERTIFIED BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER	113
XVIII	MACHINERY CERTIFICATE BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER- SELF FINANCED ENTERPRISES	114
XIX	ANNUAL PERFORMANCE REPORT	115
XX	CHECK SLIP	118
XXI	VERIFICATION CUM RECOMMENDATION OF INSPECTION REPORT FOR INVESTMENT SUBSIDY	120
	AGREEMENT BOND	123
	ADVANCED STAMPED RECEIPT	125
	ASSIGNMENT LETTER	126
	UTILISATION CERTIFICATE	127
	ABBREVIATIONS	128

1. INTRODUCTION

- 1.1. Ranking as 4th in India in terms of number of factories and as 7th in value of industrial output, Andhra Pradesh finds its prominent place among leading industrialised states of India. The State has been home to many national and multi-national giant corporates and has emerged as a global manufacturing destination in several sectors of industry. Andhra Pradesh has consistently been occupying No.1 position in Ease of Doing Business in India thanks to investor friendly policies, and the State's relentless pursuit of regulatory reforms.
- 1.2. The tenure of Andhra Pradesh Industrial Development Policy 2020-23 having concluded on 31st March 2023, Government of Andhra Pradesh promulgated the Industrial Development Policy 2023-27 (hereinafter referred to as APIDP 2023-27, or the/ this Policy), which came into effect from 1st April 2023. The said policy is expected to facilitate a greater dimension to the endeavours the State for industrial development, building further on the momentum created by the previous policy.
- 1.3. This document presents operational guidelines for sanction & disbursement of incentives for investments envisaged under APIDP 2023-27.
- 1.4. Going beyond the support by way of fiscal incentives, Government intends to facilitate the right ecosystem for women-led micro enterprises pivoting Jagananna Colonies. Common infrastructure and facilities for micro enterprises around the concept of '*walk to work*' will be created in such Colonies on demand-driven basis. One of the major beneficiary groups of this initiative will be women entrepreneurs belong to SC & ST communities, in view of the liberal support package under "YSR Jagananna Badugu Vikasam" and handholding support for first-time entrepreneurs.

2. APPLICABILITY OF INCENTIVE SCHEME UNDER ANDHRA PRADESH INDUSTRIAL DEVELOPMENT POLICY 2023-27

- 2.1. The incentive schemes under IDP 2023-27, for which operational guidelines are presented hereunder, will be in force for the period from 01.04.2023 to 31.03.2027, both the days included.
- 2.2. The Incentive Schemes as per APIDP 2023-27 (hereinafter called the Scheme) will be applicable throughout the State of Andhra Pradesh. The Policy shall not be applicable in CRDA and the Municipal Corporation limits of Vijayawada, Greater Visakhapatnam, and all other Municipal Corporations except IDA/IP/IE/MSME Parks etc., located therein. However, permissible service

activities as listed in the Policy (Please see Annexure-II) set up across the State including CRDA and all Municipal Corporation limits will be eligible for investment subsidy. No other Service activities set up anywhere in the state shall be eligible for incentives under the scheme.

2.3. All new industrial, logistic and R&D projects coming under the ambit APIDP 2023-27 as well as Expansion /Diversification of existing industrial units, subject to eligibility conditions, will be entitled to avail incentives under APIDP 2023-27.

2.4. The Scheme covers the projects which commence Commercial Production/or operation on or after 01.04.2023.

3. DEFINITIONS

3.1. INDUSTRIAL DEVELOPMENT POLICY 2023-27:

3.1.1. Industrial Development Policy- 2023-27 means the Policy for industrial development which, inter-alia, covers various incentives & concessions for investments (collectively referred to as incentives), as announced by Government of Andhra Pradesh vide G.O.Ms.No.22 of Industries & Commerce (P&I) Department, dated 19.03.2023 and amendments thereof.

3.2. ELIGIBLE ENTERPRISE:

3.2.1. Eligible Enterprise means any Industrial Undertaking , other than those run departmentally by Government of India/State Government or having equity of State Government/Government of India and included those listed in ANNEXURE-I.

3.2.2. Every enterprise should have a valid “Parishrama Aadhaar” for claiming incentives under this Policy. and it will not be linked with filing the incentive claim to avoid delay.

3.3. NEW ENTERPRISE:

3.3.1. New Enterprise means any undertaking engaged in the manufacture, production, processing, contract manufacturing or job work of articles and set up as a new or expansion or diversification project in the State of Andhra Pradesh which has been established in the State with new machinery / equipment and other fixed assets and has commenced commercial production / operation on or after 01.04.2023 and on or before 31.03.2027 (inclusive of both dates) holding valid approvals from the concerned authorities.

3.4. MICRO ENTERPRISE:

3.4.1. Micro Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.1 Crore and annual turnover not more than Rs. 5 Crores; subject to changes as per definition of micro enterprises by Government of India from time to time.

3.5. SMALL ENTERPRISE:

3.4.2. Small Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.10 Crores and annual turnover not more than Rs. 50 Crores; subject to changes as per definition of small enterprises by Government of India from time to time.

3.6. MEDIUM ENTERPRISE:

3.6.1. Medium Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.50 Crores and annual turnover not more than Rs. 250 Crores; subject to changes as per definition of medium enterprises by Government of India from time to time.

3.6.2. Notification of Ministry of MSME, Government of India, S.O.4926 (E) Dated 18th October 2022 reads that “In case of an upward change in terms of investment in Plant and Machinery or equipment or turnover or both and consequent reclassification, an enterprise shall continue to avail all non-tax benefits of the category (Micro/Small/Medium) it was in before the reclassification, for a period 3 years from the date of such upward change”.

3.7. LARGE, MEGA AND ULTRA- MEGA PROJECTS:

3.7.1. Large, Mega, and Ultra- Mega Projects have been defined based on Investments in Plant & Machinery and Employment generation as detailed in the table below:

Category	Fixed Capital Investment
Large	Above Rs. 50 Crore in Plant & Machinery up to Rs.1000 Crore.
Mega	Above Rs.1000 Crore or Employment above 2000.
Ultra- Mega	Above Rs.3000 Crore and Employment above 3000.

3.8. ELIGIBLE INVESTMENT PERIOD:

3.8.1. Cut-off Date means:

i. The Date of Commencement of Investment of the project falling within the Effective Period of the Policy, in case, investment starts on or after Effective Date of the Policy ie 01.04.2023

ii. In case investment commences prior to the Effective Date. However, in case only land is acquired prior to the Effective Date, the date on which the first investment towards any of the other heads (except Land) defined under Capital investment is made on or after the Effective Date will be considered as Cut-off Date.

<i>Table-1: Implications of cut-off date in specific scenarios</i>		
Case	Scenario	Cut off date
Case 1	100% investment made after Effective Date	Date on which the sale deed for land is registered
Case 2	Investment in land made within the period of 5 years prior to Effective Date and remaining investment made after Effective Date	Date of first expenditure (based on the first invoice) towards any of the heads defined under Capital investment (except land)
Case 3	Investment in land (only) made beyond the period of 5 years preceding Effective Date, and first expenditure towards remaining heads defined for Capital Investment is made after Effective Date	Date of first expenditure (based on the first invoice) towards any of the heads defined under Capital investment (except land)
Case 4	Investment in land (only) made beyond the period of 5 years preceding Effective Date and first expenditure towards remaining heads defined for Capital Investment is made within period of 5 years preceding Effective Date	Effective Date

- 3.8.2. **Eligible Investment Period** means the period commencing from the Cut-off Date or Effective date, as the case may be, up to 3 years or till the date of commencement of commercial production, whichever is earlier for Large projects; up to 4 years or till the date of commencement of commercial production, whichever is earlier for Mega projects; up to 5 years or till the date of commencement of commercial production, whichever is earlier for Ultra Mega projects.

Category	Eligible Investment Period
Large	3 Years
Mega	4 Years
Ultra- Mega	5 Years

Such cases will also be covered under Capital Investment in which the Date of Commencement of Investment is within the period immediately preceding 4 years from the Effective Date (for all categories) subject to the condition that commercial production in such cases commences after the Effective Date.

For administering the incentives, the following three investment commitment-based **Project Categories** have been identified as follows. The minimum Capital Investment required to be eligible for each Project Category will be termed as the **set fixed capital Investment** for the respective categories.

CATEGORY	Fixed Capital Investment
Large	Above Rs.50 Cr. up to Rs.1000 Cr.
Mega	Above Rs.1000 Crore or Employment above 2000
Ultra-Mega	Above Rs.3000 Cr. and employment above 3000

- 3.8.3. **Eligible Capital Investment (ECI)** means the Capital Investment has been made by an industrial undertaking in its Eligible Investment Period after the Effective Date of the policy.

However, the investment made in the Land component of Capital Investment even prior to the period immediately preceding 4 years from the Effective Date will also be allowed for the purpose of calculating fixed capital Investment. The value of such investment in land shall be considered on the book value at the time of purchase of the land and any revaluation of the land done after that will not be considered.

In case, the Capital Investment by the Industrial Undertaking has started prior to the Effective Date, at least 80% of such Capital Investment should be made after the Effective Date of the Policy and the same Capital Investment will be considered as the Eligible Capital Investment. However, for deciding the Project Category of investment (Large/Mega/Ultra Mega), the Capital Investment in the Eligible Investment Period, as enumerated, will be considered.

However, an amount not exceeding 10% of the capital investment, made beyond the date of commencement of commercial production but within eligible investment period of 3/4/5 years (depending upon the category) shall also be included as ECI but the Project Category, as defined in this policy, in such cases will continue to remain the same.

- 3.8.4. In case the SLC condones the period of delay for investments on reasons beyond control of the Enterprise such as fire accidents, and natural calamities etc., such additional condonation period shall also be considered and Eligible Investment Period will be extended proportionately.

3.9. DIRECT EMPLOYMENT :

- 3.9.1. Jobs which are directly related to production process and other connected activities such as quality inspection/control, plant maintenance, packaging, etc beginning from the raw materials entering into the production facility and until the resultant manufactured goods leaving the production facility will be considered as Direct Employment. For the purpose of deciding Direct Employment in a unit, only employees on-roll, contractual employees and apprentice workforce shall be counted.
- 3.9.2. Employees/Workers: Average number of employees during claim period of 6 months as per employee register maintained in line with Labour laws including those workers employed through contractors and registered under Provident Fund Act; which has to be certified by the Labour Department.
- 3.10. ELIGIBLE FIXED CAPITAL INVESTMENT & ORIGINAL FIXED CAPITAL INVESTMENT:
- 3.10.1. Eligible Fixed Capital Investment means investment in land, building, plant, machinery & equipment, and other eligible fixed assets assessed as per paragraph.5 of these guidelines.
- 3.10.2. Original fixed capital investment is the total investments made in fixed assets prior to Expansion/Diversification of a unit. While computing the Original

Fixed Capital Investment, neither depreciation nor revaluation will be considered.

- 3.10.3. Fixed Assets considered for computing the fixed capital investment, include land, civil works, plant & machinery and equipment as per the approved project cost. The project cost will also include cost of machinery/equipment installed within 6 months from DCP in case of units assisted by Financial Institutions (this supersedes the stipulations regarding eligible investment period as given under paragraph 3.8.1 and applies only in respect of those cases where financial institutions have sanctioned term loan and disbursed certain portion of the loan after the DCP and such disbursements have been used for civil works and purchase of the eligible machinery/equipment).

3.11. PRODUCTION CAPACITY AND TURNOVER OF ORIGINAL ENTERPRISE/INDUSTRY:

- 3.11.1. The highest annual production achieved during preceding three full financial years before expansion or 75% of the installed capacity, whichever is higher is taken into consideration and shall be treated as base Production Capacity of the Original Enterprise/Industry.
- 3.11.2. Highest Annual Turnover achieved during preceding three full financial years before diversification will be taken as Base Turnover of the Original Enterprise/Industry.
- 3.11.3. In case of less than three (3) full financial years of operation the highest of previous years either fully or partly or 75 % of the Installed Capacity whichever is higher taken into consideration.
- 3.11.4. If deemed necessary for reasons whatsoever, the GM/DIO, DIC may get the production capacity determined based on assessment by a Chartered Engineer (Mechanical).
- 3.11.5. In case of any dispute, the DIEPC/ SLC shall take an appropriate view which shall be binding on the unit concerned.

3.12. EXPANSION PROJECTS:

3.12.1. **Expansion projects mean brownfield(existing) projects:**

Where the Eligible Fixed Capital Investment (EFCI) is at least 50% or above the

eligible fixed capital investment of the original unit.

3.12.2. For being eligible for incentives for expansion under this Policy, a unit should have operated during one full financial year.

3.12.3. Existing industrial units, setting up expansion project in products other than those listed in Annexure-1 involving enhancement of Eligible fixed capital investment by at least 50% over and above the original unit, as well as enhancement of capacity by 50% for the products of the same product- line, will be eligible for incentives.

3.13. DIVERSIFICATION PROJECTS:

3.13.1. Diversification projects mean brownfield (existing) projects:

Existing Industrial units, making Investment for a new product other than those listed in Annexure-1 involving Diversification, would mean additional eligible fixed capital investment to the extent of 50% or more of the non-depreciated value of fixed capital investment just before taking up this diversification in this unit leading to increase in turnover by 50%, over the highest turnover achieved during past three years immediately before taking up this diversification. Diversification must result in production of at least one additional product.

3.14. TAX:

3.14.1. Tax means Tax paid to Commercial Tax/GST Department by way of State Goods and Services Tax (SGST) on goods produced by the Industrial Enterprise.

3.15. DATE OF COMMENCEMENT OF COMMERCIAL PRODUCTION / OPERATION (DCP/DCO):

3.15.1. The Date of Commercial Production / Operation (DCP/DCO) shall be the date on which commercial production of the manufacturing unit, or date of commercial operation of a service unit. The DCP / DCO will be determined for the purpose of incentives under this Policy by the GM/DIO, DIC based on verification of valid documents including First Sale Bill, Power Release Certificate, Udyam Registration/IEM-Part-B, Machinery Invoices, Approvals, Permissions, etc.

3.16. PARISHRAMA AADHAAR:

3.16.1. Parishrama Aadhaar is the document allotting a unique identification number to each enterprise after commencement of commercial production/operation. Parishrama Aadhaar shall be the basis for claiming all Incentives.

3.16.2. One enterprise should obtain only one Parishrama Aadhaar.

3.17. CONTINUOUS PRODUCTION PERIOD:

3.17.1. Continuous production period means the minimum period an enterprise is required to function continuously after DCP/DCO for availing incentives under this policy. The minimum period for different categories of enterprises:

- i) Six (6) years for Micro, Small, Medium (MSME) & Large Enterprises
- ii) Six(6) years or the period of special incentives Projects, whichever is later, for Mega and Ultra-Mega Projects.

3.17.2. If any Enterprise is not in operation/working for more than 90 days continuously, then it shall be treated as break in production and the respective number of days shall not be counted in determining the continuous production period. The break in production can be condoned by DIEPC for Micro Enterprises and SLC for other than Micro Enterprises. This condition related to Continuous Production Period is not applicable for Seasonal Industry as defined in these guidelines.

3.17.3. For enterprises other than manufacturing units "Continuous Production Period" shall mean "Continuous Period of Operation"

3.17.4. In case a Unit fails to ensure continuous production period as above, the incentives sanctioned are liable to be cancelled and the incentives already released are liable to be recovered, except in case the unit is not in operation due to reasons beyond its control such as natural calamities, fire accidents, etc.

3.17.5. The DIEPC/ SLC may condone non-compliance of the above stipulation of continuous production period for a period up to three (3) years under unforeseen eventualities like natural calamities, fire accidents, raw-material shortage etc.

3.18. APPROVED PROJECT COST:

3.18.1. Approved Project Cost means the cost of different components of the project

cost, individually or together, approved by the term loan lending institution or in case of joint financing, by the lead term loan lending institution.

3.18.2. The component of working capital margin in the project cost will not be considered for computing Investment Subsidy. However, this component shall be considered as a part of project cost in respect of Mega & Ultra-Mega Projects.

3.18.3. In respect of self- financed projects / projects fully financed by owners' capital (belonging to categories other than Micro and Small Enterprises), the Approved Project Cost shall mean component wise cost of the project as validated and approved by a Standing Scrutiny Committee (SSC). The Standing Scrutiny Committee will comprise of the following members:

- i. Additional Director of Industries (Member Convenor)
- ii. Branch Manager, APSFC
- iii. Assistant Commissioner (ST) of the concerned area

3.18.4. In the case of self- financed projects / projects fully financed by owners' capital belonging to the Micro and Small Enterprises category, components of the project cost shall be validated and approved by a Multi-Disciplinary Committee (MDC) constituted for the purpose. Multi-Disciplinary Committee refers to a committee consisting of GM/DIO, DIC and district- level representatives from APSFC and State Tax Department.

3.19. REVISED PROJECT COST:

3.19.1. The Revised Project Cost for a self-financed project/ projects fully financed by promoters (other than those belonging to the Micro and Small Enterprises Sector) has increased or decreased by not more than 10%, such revised cost shall be confirmed through a self-certification of the Managing Director / Managing Partner / Proprietor of the Enterprise.

3.19.2. If the revised project cost has increased or decreased by more than 10%, the revised Project Cost need to be validated and certified by the Standing Scrutiny Committee (SSC) in the case of projects other than those belonging to Micro and Small category. In the case of self- financed projects / projects fully financed by owners' capital belonging to the Micro and Small category, the revised project cost shall be validated by the Multi-Disciplinary Committee (MDC).

3.20. AIDED ENTERPRISE:

- 3.20.1. An Enterprise availing term loan from Scheduled Commercial Banks/Financial Institutions recognized by Reserve Bank of India, A.P. State Financial Corporation (APSFC) and Small Industrial Development Bank of India (SIDBI) for setting up the project shall be treated as Aided Enterprise. The Units which have commenced production with own funds and possess in principle sanction for Term loan from Scheduled Banks / Financial Institutions before the DCP and have availed the loan against such sanctions within six (6) months from DCP will be treated as Aided Enterprise.

3.21. SELF-FINANCED ENTERPRISE:

- 3.21.1. An Enterprise set up with own funds / unsecured loans without any involvement from Scheduled / Commercial Banks / Financial Institutions / APSFC etc. shall be treated as Self- Financed Enterprise. Also, units established first with own funds /unsecured loans and which have obtained term loan subsequently after commencement of production shall be treated as Self-Financed units for the purpose of sanction of incentives under the policy. The assets created on or before DCP and payment made within Six (6) months from DCP will be considered for computation of EFCI in case of Self-Financed enterprise.
- 3.21.2. Further, wherever the project is established with term loan less than 40% of the fixed cost investment will also be considered as self-financed projects.

3.22. SC ENTERPRISE:

- 3.22.1. An enterprise with 100% ownership by SC entrepreneurs is eligible enterprise under SC category. SC entrepreneur refers to a person belonging to SC Category as notified by the Government of Andhra Pradesh from time to time. All non- statutory concessions granted to S.C. (Hindus) by the State Government including economic support schemes sanctioned by A.P. Scheduled Castes Cooperative Finance Corporation have been extended to Scheduled Caste converts to Christianity and Buddhism as per orders issued in the G.O.Ms.No.341, Social Welfare (PR) Dept. dated 30.8.1977

3.23. ST ENTERPRISE:

- 3.23.1. An enterprise with 100% Ownership by ST entrepreneurs is eligible enterprise under ST category. ST entrepreneur refers to a person belonging to ST

Category as notified by the Government of Andhra Pradesh from time to time.

3.24. SC/ST WOMEN ENTERPRISE:

- 3.24.1. An enterprise with 100% ownership by women SC/ST entrepreneurs is an eligible women enterprise. Women entrepreneurs refer to female entrepreneurs hailing from Andhra Pradesh.

3.25. SEASONAL INDUSTRY:

- 3.25.1. A Seasonal Industry is one which operates principally during certain seasons, or operating during limited periods in a year and close down its plant and machinery during the remaining period. Examples: Seed processing, Ginning and Pressing, Cotton Seed Oil Mills, etc.

3.26. MONTH:

- 3.29.1. Means a month among calendar months

3.27. FINANCIAL YEAR:

- 3.27.1. Means 1st April to 31st March of next year

3.28. FIRST HALF YEAR:

- 3.28.1. Means 1st April to 30th September

3.29. SECOND HALF YEAR:

- 3.29.1. Means 1st October to 31st March of next year

4. PROCEDURE FOR CLAIMING VARIOUS INCENTIVES

4.1. GUIDELINES FOR CLAIMING INCENTIVES:

- 4.1.1. The entrepreneurs / enterprises who wish to avail incentives have to file separate claims for each of the incentives through online incentive portal “www.apindustries.gov.in” invariably within the stipulated time frame. They can avail incentives of the State Government, Government of India, and Government Agencies. They can avail incentives of the State Government, Government of India, and Government Agencies.
- 4.1.2. Where the Central Government and the State Government provides Capital Investment Subsidy or any other incentive with or without difference in the

quantum or percentage limits, the option to avail subsidy/incentive from Central or State Government, in all situations, will vest with the entrepreneur. Under no circumstances same subsidy/incentive shall be claimed from both the Governments. However, if the subsidy/incentive from State Government is higher and the Enterprise has already availed the subsidy/incentive from Government of India, only the balance amount shall be sanctioned by the State Government.

- 4.1.3. Irrespective of the conditions stipulated in paragraph 4.1.2, if Government of India-policy permits availing Capital Investment Subsidy both from Central and State Governments, the entrepreneur may take the option to avail the same from both Governments. In such cases, the sanction from the State Government, in addition to the limits stipulated under this Policy, shall also be subject to such limits that restrict total component (land, building, plant & machinery etc.)-wise subsidy from both Governments together within a maximum of 75% of the Capital Investment for each component.
- 4.1.4. An enterprise will be taken as the assessable unit in calculating incentives rather than the promoter.
- 4.1.5. All the Enterprises should have professional tax Registration and should pay the professional tax as per G.O.Rt.No.664 Revenue (Commercial Taxes-II) Department Dt.24/08/2020.
- 4.1.6. Any Enterprise going for expansion /diversification should submit the claim application strictly in the application form prescribed for expansion/diversification.
- 4.1.7. All enterprises must fill Common Application Form (ANNEXURE-III) and file other corresponding forms and certificates as applicable.
- 4.1.8. There shall be yearly limits of 20% of EFCI (excluding cost of land) and also overall limit of 100% EFCI (excluding cost of land) over a period of 5 years, for all eligible incentives together. In case the amount of incentives availed in a given year is less than 20% of the EFCI (excluding cost of land) the balance portion will be carried forward to the subsequent year/ years. The total amount of incentives availed cumulatively by end of the 5th year shall be within the limit of 100% of EFCI (excluding cost of land).
- 4.1.9. All BC/Minority/Women Entrepreneurs will have to clearly specify the category they are applying for industrial approvals and claiming incentives clearly on the Single desk portal (SDP)/ online incentive portal (www.apindustries.gov.in), along with the necessary documentation as

required.

4.1.10. In case of clarification issued by the Government on the eligibility of line of activity, the concerned Enterprise will be given Six (6) months time for submitting the claim application for sanction of incentives from date of issue of such clarification.

4.1.11. Processing fee will be collected from Micro, Small, Medium Enterprises, Large, Mega & Ultra-Mega Projects at the rate of Rs.500/-,Rs.1000/- ,Rs.1500/-,Rs.2000/-,Rs.5000/- and Rs.10000/- respectively for processing each claim application.

4.2. INVESTMENT SUBSIDY:

4.2.1. The pattern of Capital Investment Subsidy (also referred to as Investment Subsidy) which is available to Micro & Small (manufacturing, service & transport sector) enterprises as well as Medium (manufacturing) enterprises is given in the table below:

Sl. No.	Type of Enterprise	Sector	Limit as % of EFCI	Maximum limit
1	MICRO & SMALL ENTERPRISES	Manufacturing/ Service sector	45%	Rs1.20 Crores
2		Transport sector	45%	Rs.75.00 lakhs
3	Medium Enterprises	Manufacturing sector	15%	Rs.2.50 Crores in 5 equal annual installments (or) 50% Net SGST for 5 years

4.2.2. Medium enterprises are required to exercise an option to choose either Capital Investment Subsidy or Reimbursement of net SGST

4.2.3. All eligible Enterprises shall submit their claims in the prescribed application form for investment subsidy (ANNEXURE-V) within six months from the DCP or from the date of issue of operational guidelines, whichever is later, to the GM/DIO, DIC concerned, through Online Incentive Portal.

4.2.4. Investment Subsidy shall be applicable to all eligible Expansion/Diversification Enterprises, subject to fulfilment of all other conditions stipulated.

4.2.5. In case land and building have been purchased from an existing Industry/Enterprise which has availed incentives under any Central Government or State Government schemes, the cost of land and building will

not be considered as part of Fixed Capital Investment for computing Investment Subsidy. In case if the original unit has not availed incentives on land and building, the cost of the land (as per original document) and the depreciated value of building will be considered as part of Fixed Capital Investment for computing Investment Subsidy. Certificates on the depreciated value of building and quality & residual life of the building certified by a Chartered Accountant and a Chartered Civil Engineer shall be submitted along with the application.

4.2.6. The subsidy shall be sanctioned on the eligible Fixed Capital Investment or the approved/revised project cost, whichever is lower.

4.2.7. Capital Investment Subsidy shall also be applicable to identified Industry related service sector activities, which are listed in Annexure – II.

4.3. REIMBURSEMENT OF NET SGST:

4.3.1. The pattern for Reimbursement of Net SGST which is available to Micro, Small & Medium Enterprises as well as for Large scale units is given in the table below.

4.3.2. Medium enterprises are required to exercise an option to choose either reimbursement of net SGST or Capital Investment Subsidy.

4.3.3. For Large projects different slabs for net SGST- reimbursement have been envisaged based on location of such projects by categorising the Districts of the State in terms of the level industrialisation.

Sl. No.	Type of Enterprise	Sector	Limit as % of EFCI	Maximum limit
1	MICRO & SMALL ENTERPRISES	Manufacturing/ Service sector	100%	100% of FCI (excluding land cost) for 5 years
2	Medium Enterprises	Manufacturing	100%	50% Net SGST for 5 years (or) Investment subsidy @ 15% of EFCI (excluding land cost) limited to Rs.2.50 Crores in 5 equal annual installments
3	Large Industries	Manufacturing	100%	Category-I limited to 100% FCI (excluding land) for five years from DCP
				Category-II limited to 75% FCI (excluding land) for five years from DCP)
				Category-III limited to 50%

				FCI (excluding land) for five years from DCP
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- 4.3.4. For the purpose of reimbursement of Net SGST accrued to the State; to Large scale units, various districts of the State have been categorised as Less Industrialised, Moderately Industrialised and Highly Industrialised districts as follows:

Category	Status of Industrial Development	Districts Covered
I	Less Industrialised	Ananthapuram, Annamayya, Bapatla, Dr.B.R.Ambedkar Konaseema, Kurnool, Krishna, Nandyal, Parvathipuram Manyam, Srikakulam, YSR Kadapa, Alluri Seetarama Raju Paderu
II	Moderately Industrialised	Chittoor, East Godavari, West Godavari, Eluru, Guntur, Kakinada, NTR, Palnadu, Prakasam, SPSR Nellore, Sri Satya Sai, Vizianagaram
III	Highly Industrialised	Anakapalli, Tirupati, Visakhapatnam

- 4.3.5. All eligible Industrial Enterprises shall submit their claims (ANNEXURE-IX -A & B) along with GSTR-3B and GSTR- 2A (as amended by the Government of India from time to time) for reimbursement of SGST within six months after completion of the financial year, i.e., on or before 30th September of the respective year as per check slip (ANNEXURE-XX), to the concerned GM/DIO, DIC through online incentive portal.
- 4.3.6. Net SGST accrued to the State for a period of 5 years from the DCP or up to realization of 100% FCI (excluding Land Cost), whichever is earlier shall be reimbursed.
- 4.3.7. Expansion/Diversification projects will be allowed for reimbursement of Net State Goods and Services Tax (SGST) paid on production made over and above the base annual production capacity of the original Enterprise/Industry i.e., before expansion/ diversification.
- 4.3.8. The Base Annual Production is the highest annual production of previous three financial years or 75% of installed capacity of the original Industrial Enterprise, whichever is higher. The installed capacity shall be certified by Chartered Engineer (Mechanical). In case of manufacturing single product, the annual productions of previous three financial years has to

be certified by Chartered Accountant. In case of multi products, the annual sales turnovers of previous three financial years has to be certified by Chartered Accountant and the highest of the three years will be taken as base turnover.

- 4.3.9. Such industrial undertakings proposing expansion/diversification shall be required to maintain independent books of accounts for the expansion/diversification separately for verification
- 4.3.10. Net SGST accrued to the State. Net SGST' means the amount of SGST paid through cash ledger by the Eligible Unit in respect of 1st sale of eligible finished products billed and delivered to entity within Andhra Pradesh, after adjustment of set-off or any other credits available for the tax period, whichever is lower.
- 4.3.11. The Enterprise/Industry shall obtain the GSTR-3B as proof of net SGST accrued to the state. For this purpose, regular monthly returns filed during the financial year will only be considered.
- 4.3.12. Eligible unit shall have to obtain a separate registration under GST Act for manufacturing eligible products only. The eligible unit shall not carry out any trading activity or provision of any services not relating to eligible products from its place of business.
- 4.3.13. If the eligible unit has shown its inter-State sales as intra-State sales through intermediary/ marketing network/ or any other middleman, either directly or indirectly controlled by it, in order to get higher incentives, then the incentives shall be liable to be cancelled with effect from the date of such contravention, and the unit shall be liable to return forthwith the incentives availed together with interest at the rate of eighteen percent (18%) per annum.
- 4.3.14. Form-A (ANNEXURE–IX-B) for confirming the details of returns by State Tax Department shall be obtained by the entrepreneur and the same should be uploaded along with claim application.
- 4.4. INTEREST SUBSIDY:
 - 4.4.1. Incentive by way of reimbursement of interest on term loan shall be available to Micro and Small Enterprises only. The pattern of reimbursement of interest on term loan is given below:

Type of Enterprise	Sector	% of Interest Subsidy	Maximum limit
MICRO & SMALL ENTERPRISES	Manufacturing/ Service sector	9% of the interest rate on term loan related to Eligible Fixed capital Investment	Rs.50.00 lakhs for 5 years from DCP

- 4.4.2. All eligible Industrial Enterprises shall submit their claims in the prescribed application form given (ANNEXURE –VIII) for reimbursement of interest subsidy within six months after completion of every half-year i.e., last date for filing claim application is 31st of March (of next calendar year) for first half-year and 30th of September for second half-year, to the concerned GM/DIO, DIC through Online Incentive Portal.
- 4.4.3. This facility is also applicable for expansion / diversification projects. New/expansion/diversification enterprises availing term loan from Scheduled Commercial Banks / Financial Institutions/Cooperative Banks/ RRB recognized by Reserve Bank of India, APSFC and SIDBI only shall be eligible under this scheme.
- 4.4.4. For the purpose of Interest Subsidy, the rate of interest charged will be taken as the applicable rate of interest.
- 4.4.5. The term loans sanctioned after DCP are not eligible under the scheme. The term loan disbursed within six months from the DCP must be part and parcel of the sanctioned term loan (before DCP).
- 4.4.6. Two or more term loans sanctioned before DCP by the same bank or different banks for the same project are also eligible to avail this benefit.
- 4.4.7. This reimbursement to the Enterprise/ Industry shall not include penal interest, liquidated damages etc. paid to the financial institutions / banks.
- 4.4.8. The interest reimbursement will be made in proportion to the interest actually remitted by the enterprise in a given period of six months.
- 4.4.9. The loan accounts that are classified as Non-performing Assets are ineligible. However, if they resume on-time repayments and regularize the arrears, they are eligible for the incentives. For this purpose, the banker has to certify that the repayment is regular, and the account is standard and the same is to be enclosed along with claim application. In case the accounts are regularized, the units are eligible to avail the benefit from the next half-year excluding penal interest.

- 4.4.10. In case the accounts are regularised, the unit are eligible to avail the benefit for the period for which accounts are regularised along with the regular claim excluding penal interest.
- 4.4.11. The total rate of interest reimbursed by the Government of AP and the Central Government under Interest subvention or TUF etc. shall not exceed the rate of interest imposed by the financial institution.
- 4.4.12. The reimbursement of interest subsidy shall be based on certificate from the bank/ financial institution concerned regarding (i) the actual interest paid during the relevant half –year excluding penal interest (ii) status of asset classification, i.e., whether standard asset or not.

4.5. REIMBURSEMENT OF STAMP DUTY:

- 4.5.1. Incentive by way of reimbursement of Stamp Duty shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Stamp Duty is given below:

S.No.	Type of Enterprise	Sector	% of Reimbursement	Maximum Limit
1	Micro and Small	Manufacturing/ Service sector	100%	-

- 4.5.2. All eligible Enterprises shall submit their claims in the prescribed application form (ANNEXURE- VI) for reimbursement of Stamp Duty on purchase of land meant for industrial use and Stamp Duty related to lease of Land/Shed/Building within six months from the DCP or from the date of issue of these operational guidelines, whichever is later to the GM, DIC concerned, through Online Incentive Portal.
- 4.5.3. Stamp Duty will be reimbursed only one time on the land/building/shed and subsequent transactions will not be eligible for stamp duty reimbursement even in case of land purchases in open auction conducted by financial institution.
- 4.5.4. Stamp Duty benefits will be applicable to all eligible New Industrial Enterprises and expansion / Diversification projects, subject to fulfilment of the conditions stipulated.
- 4.5.5. The above benefits shall be admissible up to five times of the plinth area of

the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be larger due to the specific nature of industry, SLC may consider allowing land in excess of five times plinth area on case to case basis in respect of other than Micro Enterprises. In respect of Micro Enterprises, District Industrial and Exports Promotion Committee (DIEPC) shall be the competent authority.

4.6. REBATE ON LAND COST:

- 4.6.1. Incentive by way of rebate on land cost will be available to Micro and Small Enterprises- belonging to both manufacturing and service sectors, in cases where the land is allotted by APIIC. The pattern of the rebate on land cost will be as follows:

Sl. No.	Type of Enterprise	Sector	% of Rebate	Maximum Limit
1	MICRO & SMALL ENTERPRISES	Manufacturing/ Service sector	50%	Rs 20.00 lakhs

- 4.6.2 All eligible Enterprises shall submit the application for rebate on land cost to the Zonal Manager concerned, of APIIC.
- 4.6.3 The above benefit shall be applicable to all eligible new projects as well as expansion / diversification enterprises, subject to fulfilment of all other conditions stipulated..
- 4.6.4 The above benefit shall be provided on the total land directly purchased from APIIC only in Industrial Estates/Industrial Development Areas /Industrial Parks/ MSME Parks etc. Second hand sale / purchases will not be eligible.
- 4.6.5 The land rebate so given shall, in due course be reimbursed to APIIC by Department of Industries & Commerce, out of the Industrial Incentives budget.

4.7. REIMBURSEMENT OF LAND CONVERSION CHARGES:

- 4.7.1. Incentive by way of reimbursement of Land Conversion Charges shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Land Conversion Charges is given below:

Sl. No.	Type of Enterprise	Sector	% of Reimbursement	Maximum Limit

1	MICRO & SMALL ENTERPRISES	Manufacturing/ Service sector	25%	Rs. 10.00 lakhs
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4.7.2. All eligible Enterprises shall submit their claims in the prescribed application form (ANNEXURE-VI) for Reimbursement of land conversion within six months from the DCP or from the date of issue of operational guidelines, to the GM/DIO, DIC concerned through Online Incentive Portal.

4.7.3. The reimbursement of land conversion charges shall be applicable to all eligible New units and Expansion/Diversification enterprises, subject to fulfilment of all other conditions stipulated.

4.7.4. The above benefits shall be admissible up to five (5) times of the plinth area of the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be larger due to the specific nature of industry, SLC may consider allowing land in excess of five times plinth area on case to case basis in respect of other than Micro Enterprises. In respect of Micro Enterprises, District Industrial and Exports Promotion Committee (DIEPC) shall be the competent authority.

4.8. REIMBURSEMENT OF POWER COST:

4.8.1. Incentive by way of reimbursement of Electricity duty and Power cost shall be available to Micro and Small Enterprises only. The pattern of reimbursement of Power cost is given below:

4.8.2.

Sl. No.	Type of incentive	Type of Enterprise	Sector	Reimbursement	Maximum Limit
1	Electricity duty reimbursement	Micro and Small	Manufacturing/ Service sector	Rs 1.00 per unit	For 5 years from DCP
2	Power cost reimbursement			Rs.0.50 per unit	For 5 years from DCP

4.8.3. All eligible units shall submit their claims in the prescribed application form given (ANNEXURE - VII) for reimbursement of Electricity Duty within six months after completion of every half-year i.e., by 31st of March for first half-year and 30th of September for second half-year to the GM/DIO, DIC on half-yearly basis through online incentive portal.

4.8.4. This reimbursement is limited to the electricity duty paid related to the number

of units consumed by the Enterprise and electricity duty levied on Residential and Colony power consumption is not eligible towards reimbursement.

- 4.8.5. The reimbursement of power cost Electricity duty shall be applicable to all eligible New Industrial Enterprises and Expansion/Diversification Projects, subject to fulfillment of all other conditions stipulated.
- 4.8.6. The reimbursement of Electricity Duty shall be applicable to the Industrial Enterprises, which are utilizing power from DISCOMs and Rural Electrical Companies (RECs). Power connection should be in the name of the Enterprise/Industry and the Category of Power Connection should be Industrial Category.
- 4.8.7. Reimbursement of Electricity Duty will be allowed in case of expansion/diversification projects over and above base power consumed. For the purpose of reimbursement, half yearly power consumption will be considered. The reimbursement will be made every six (6) months. But in case actual power consumed during the half year is less than the half year base consumption, then the consumption for that half year of expansion/diversification shall be treated as nil.
- 4.8.8. The base half year consumption will be half of highest annual power consumption of previous years of the expansion / diversification project as certified by Chartered Accountant. Power consumed over and above the base consumption will only be eligible for reimbursement of Electricity Duty.
- 4.8.9. In case if the Industrial unit / Enterprise purchases second hand land and building along with power service connection either on lease or outright sale, the unit will not be entitled for any Electricity Duty reimbursement if the power connection is in the name of the original Industrial unit / Enterprise. However, if the Industrial unit / Enterprise transfer the power connection in the name of the present enterprise they are entitled for power cost reimbursement provided they install new plant and machinery.
- 4.9. IP (Intellectual Property Rights) ACQUISITION COST-REIMBURSEMENT:
 - 4.9.1. Incentive by way of reimbursement of IP Acquisition cost shall be available to Micro, Small and Medium Manufacturing Enterprises only. The pattern of reimbursement of IP Acquisition cost is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
MICRO, SMALL & MEDIUM ENTERPRISES	All Categories	75%	Rs 10.00 Lakhs

4.9.2. This facility is available to all eligible Enterprises acquiring Intellectual Property Rights from the Office of the Controller General of Patents, Designs and Trademarks.

4.9.3. All eligible Industrial Enterprises shall submit their claims in the prescribed application form (Annexure-X) for reimbursement of the expenses incurred for Intellectual Property Acquisition within six months from the date of acquiring Intellectual Property along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.

4.9.4. Fees paid to Patent Attorney, Patent Service Centre etc., and for patent registration, trademark registration etc. will be eligible as cost / expenditure eligible for reimbursement.

4.10. REIMBURSEMENT OF THE COST OF TECHNOLOGY UPGRADATION & ACQUISITION:

4.10.1. Incentive by way of reimbursement of Technology Up-gradation & Acquisition Cost shall be available to Micro, Small and Medium Manufacturing Enterprises only. The pattern of reimbursement of Technology Up-gradation & Acquisition cost is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
MICRO, SMALL & MEDIUM ENTERPRISES	All Categories	50%	Rs 25.00 lakhs

4.10.2. Technology upgradation in an industrial undertaking may take place through development of new technology or improving existing technology adopted for manufacture through in-house R & D initiatives. New technology can also be

acquired from recognised institutions.

4.10.3. In the case of in-house technology development / upgradation, the following expenses shall be reimbursed within the overall limit as prescribed in the table above:

- i. Cost of acquiring specific R & D / Testing equipment for developing new technology / improving the existing technology. Such equipment should have been purchased within the applicable period of this Policy and should not be part of common items of equipment required for regular R & D activities. Further, such equipment should not have been considered for other incentives such as Capital Investment Subsidy.
- ii. Expenses incurred in connection with acquiring expert technical support services (payment to technical consultants etc.).
- iii. Development of designs, drawings, prototypes etc.
- iv. Manpower cost specifically attributable to development / improvement of the technology, provided such manpower was acquired for the said specific purpose and the related employees are not in the permanent payroll of the enterprise.

4.10.4. In the case of technology acquisition, cost of acquiring the technology (including royalty, if any, payable for first two years) from a recognised institution shall be reimbursed subject to that prior approval of the Commissioner of Industries (online) has been obtained before signing an MoU / Agreement / Undertaking with the technology provider.

4.10.5. All eligible Industrial Enterprises shall submit their claims (online) in the prescribed application form (Annexure-XI) for reimbursement of the expenses incurred for Technology Up-gradation within six months from the date of commencement of commercial production utilising technology upgradation. Certificate from a Chartered Engineer (Mechanical) shall be submitted in proof of having the new technology / improved technology adopted for manufacturing.

4.10.6. In the case of technology acquisition also the requisite application shall be submitted online in the stipulated form (Annexure-XI) within six months from the date of technology acquisition.

4.10.7. Requisite documents to be submitted along with the application are also listed in (Annexure-XI) along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.

4.10.8. The Technology Upgradation & Acquisition incentive availed under various schemes of GoI/GoAP shall be limited to 75% of EFCI.

4.11. QUALITY CERTIFICATION:

4.11.1. Incentive by way of reimbursement of Quality Certification shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Quality Certification is given below

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
Micro and Small	All Categories	100%	Rs.3.00 lakhs

4.11.2. All eligible Industrial Enterprises shall submit their claims in the prescribed application form (Annexure-XII) for reimbursement of the expenses incurred for Quality Certification within six months from the date of obtaining Quality Certification along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.

4.11.3. This facility is available to all eligible Industries/Enterprises obtaining Quality certification from ZED/ BIS/ISO /HACCP/ other national/international certification agencies.

4.12. PIPED WATER SUPPLY:

4.12.1. Piped water supply will be made available to all eligible enterprises belonging to MSME and Large Scale Industry categories at pre-revised tariff (i.e., the applicable tariff in force prior to 01-Apr-2021 for a period of five years from DCP.

4.12.2. The GM/DIO, DIC will certify (after placing before DIEPC), eligibility of an enterprise to avail this facility based on which the Agencies / Departments concerned shall provide water to such enterprises at the pre-revised tariff.

4.13. TAILOR-MADE INCENTIVE PACKAGE FOR MEGA AND ULTRA-MEGA PROJECTS:

4.13.1. The Policy envisages tailor-made incentive packages for Mega and Ultra Mega Projects, based on their significance to the State in terms of economic

and employment parameters. A Company/Entity establishing Mega or Ultra-Mega project as per definition given in these guidelines, and desirous of seeking a package of tailor-made incentives are required to make detailed presentation to the Commissioner of Industries/Director of Industries and submit project report and other relevant documents including formal request for various incentives and concessions with justifications for each item of such incentives/ concessions. Upon receiving such proposals, the Commissioner of Industries/Director of Industries will examine the same and forward it to the Government following due procedure before placing it to the SIPC and SIPB for taking decisions in the matter.

4.14. SPECIAL INCENTIVE PACKAGE FOR ANCHOR UNITS:

- 4.14.1. An anchor unit, for the purpose of special support under this Policy has been defined as the first and lead investor in a designated Industrial Park/ Industrial Area, and whose brand value and potential for backward and/or forward linkages shall stimulate further investment in the Industrial Park/ Industrial Area. An anchor unit shall bring a minimum investment of Rs.500 Crores or employ more than 1000 persons and promote at least five (5) downstream/upstream industrial units.
- 4.14.2. Anchor units will be provided required land for the project as per appraisal based on DPR at concessional price (in the case of APIIC land) as per decision of the SIPB.
- 4.14.3. The window for tailor-made incentives will be open for an anchor unit in case the project falls under the Mega or Ultra-Mega category. In case the project does not fall under Mega or Ultra-Mega category all standard incentives and concessions otherwise applicable as per these guidelines will be available for the project, which will be in addition to the provision of land at concessional price as mentioned in paragraph- 4.14.2. The SIPB may also consider other additional tailor made incentives, subject to economic and/or employment significance of the project.
- 4.14.4. Companies/Entities establishing anchor units as per definition given in these guidelines and desirous of seeking special support under this Policy are required to make detailed presentation to the Commissioner of Industries and submit project report and other relevant documents including formal request for various incentives and concessions with justifications for each item of such incentives/ concessions. Upon receiving such proposals, the Commissioner of Industries will examine the same and forward it to the Government following due procedure before placing it to the SIPC and SIPB for taking decisions in the matter.

5. COMPUTATION OF FIXED CAPITAL INVESTMENT:

5.1. LAND:

- 5.1.1. Cost of land required for the successful working of the new industrial enterprise would normally be computed by considering value of five times the plinth area of the factory building constructed and not exceeding the approved project cost and approved plans. However, in respect of Enterprises/Industries where open land requirements would be large due to the specific nature of the industry, DIEPC/SLC may consider allowing land in excess of 5 times of plinth area on case to case basis. However, cost of site levelling, clearance, laying of roads, etc. will not be considered for capital cost.
- 5.1.2. Value of leased land will be considered for capital cost only if the lease period is 33 years or more.
- 5.1.3. Lease/Sale deed should be registered in the name of Enterprise / Industry / proprietor as the case may be, for sanction of any incentive / concession. In case of other than proprietary firms, lease / sale deeds should invariably be in the name of the unit/ enterprise. Lands inherited would not be considered for capital cost computation. Stamp duty component will not be considered while computing the Fixed Capital Investment.
- 5.1.4. In case of a discount on land cost on lands purchased in APIIC developed IEs/IDA/IPs/MSME Parks, the discounted land cost will not be considered while computing the Fixed Capital Investment for sanction of Investment Subsidy.
- 5.1.5. In case of APIIC lands, incentive claims will be processed based on Lease/ Sale Agreement also subject to the mandatory submission of Registered Lease/Registered Sale deed for release of sanctioned incentives.

5.2. FACTORY BUILDINGS:

- 5.2.1. The value of factory building constructions will be limited to the approved project cost.
- 5.2.2. Values of own and leased building will not be considered. The Cost of buildings will be computed as per the Approved Plan taking APSFC approved rates/ Approved Standard Schedule Rates (SSR) of Government or the actual cost, whichever is lower. Where the rates of APSFC are not available for the components, the cost of the same may be computed as per the SSR

approved by the Government of respective Engineering Departments viz., Panchayat Raj and R & B Department.

5.2.3. However, cost of specialized structural buildings will be computed based on the certification of Chartered Civil Engineer/Structural Engineer with due justification as per designs.

5.2.4. The items of civil works which are permitted for computation towards eligible cost are:

- a. Main Factory Sheds/ Buildings.
- b. Raw Material and finished products warehouse.
- c. Office room and Lab room.
- d. Cooling water ponds.
- e. Boiler shed and generator room.
- f. Effluent treatment ponds, etc.
- g. Overhead Tank, and pump house and sump.
- h. Fencing and Gate.
- i. Bore-Wells
- j. Architect fee and supervision charges.
- k. Compound wall.
- l. Canteen.
- m. Workers' rest room.
- n. Time Office.
- o. Cycle / Vehicle Stand.
- p. Security Shed and
- q. Toilet room and sanitary fittings.

5.2.5. The total value of items from (h) to (q) and items not covered in the above list , shall not exceed 10% of the total value of civil works i.e., from (a) to (g). Total value of the civil works means items from (a) to (g) only (within the approved project cost). The plinth area of the civil works will be considered for items from (a) to (g) only. For Items from (h) to (q) and similar items, either the actual cost or 10% of the total value of civil works i.e., from (a) to (g) whichever is lesser will be considered.

5.3. PLANT AND MACHINERY:

- 5.3.1. Value of plant, machinery and equipment installed and the value of tools (other than consumables) Jigs, Dies, Moulds, pollution equipment, lab equipment etc. necessary for production of approved line of activities will be taken into account as per Notification under MSMED Act, 2006 of Govt from time to time. Leased plant and equipment are not eligible for incentives.
- 5.3.2. For the purpose of classification of the industry (Micro/Small and Medium), guidelines issued as per Notification S.O.No.2119 (E) Dated 26th June 2020 of Ministry of Micro, Small and Medium Enterprises the computation of plant and machinery at Explanation 1 to Sub-Section (1) of Section 7 under The MSMED Act No.27 of 2006 Dated 16th June 2006, is to be adopted and as amended by Govt from time to time. As per the MSME Act 2006, the cost of pollution control equipment, Research and Development, Industrial Safety devices may be excluded.
- 5.3.3. For the purpose of sanction of incentives the computation of eligible fixed capital investment the components under Plant and Machinery as defined under this guidelines will be considered.
- 5.3.4. Enterprise/Industry setup with indigenous second-hand plant & machinery would not be eligible for any incentives. In case of Indigenous Second-hand machinery purchased by the Industry/Enterprise value of indigenous Second-hand plant & machinery should not exceed 25% of the total value of plant & machinery subject to:
- i. The residual life of each item of the second hand plant & machinery is six (6) years in the case of MSEs, eight (8) years in the case of Medium Enterprises and Ten (10) years in the case of Large, Mega & Ultra-Mega projects.
 - ii. The value of such second hand plant & machinery and its residual life shall be certified by Chartered Accountant and Chartered Engineer (Mechanical) as per the format prescribed (Please refer to ANNEXURE – XVI)
 - iii. Value of indigenous plant & machinery (second hand) shall not be considered for eligible fixed capital investment.
- 5.3.5. In the case where the Enterprise/Industry is set up with imported plant & machinery value of imported plant & machinery up to 100% of the total value of plant & machinery shall be eligible for incentives under this policy. That is,

imported plant & machinery are considered as equivalent to new plant & machinery. This shall be subject to that such plant & machinery have been imported directly by the Industrial Enterprise.

- 5.3.6. Expenditure on Technical Consultancy / Feasibility study including turn-key charges will be considered towards the Fixed Capital Investment, provided they are part of the approved project cost, capitalized and certified by a C.A., but limited to 10% of the total cost of plant machinery and equipment installed.
- 5.3.7. The value of plant, machinery and equipment procured by new Industrial Enterprise from APSFC / A.P. State Industrial Development Corporation / Nationalised Banks pertaining to disposed off Enterprise/Industry will be considered, provided such machinery has not enjoyed any incentives under any of the earlier incentive schemes. Only depreciated value of such plant, machinery and equipment, as certified by C.A subject to such machinery having a minimum residual life of further six (6) years for MSEs and eight (8) years for Medium Enterprises and ten (10) years for Large, Mega and Ultra-Mega Projects certified by a Chartered mechanical Engineer, will be taken into account for computing towards eligible Fixed Capital Investment.
- 5.3.8. In respect of new Industries /Enterprises setup in the premises belonging to disposed off Enterprises from any Financial Institution / disposed off enterprises/industries, if the earlier Enterprises availed incentives, only new assets created with fresh investment would be eligible for incentives.
- 5.3.9. Value of self-fabricated machinery by the new industrial Enterprise/Industry will have to be certified by a Chartered Engineer or Engineer of the term lending institution concerned for the purpose of computing the eligible Fixed Capital Investment.
- 5.3.10. The new Industrial Enterprises set up for "Heavy Structural Fabrications" will be considered for grant of incentives only in case the following minimum plant, machinery and equipment are installed.
- i. Gantry 5/10 tons capacity with chain pulley block or EOT/HOT crane 5/10 tons capacity.
 - ii. Arc welding Transformer with welding Generators or Rectifiers.
 - iii. Gas welding and cutting equipment.
 - iv. Electrical tools namely; Grinder, Rivettor or Drilling Machinery or

Pneumatic tools with air compressor.

- v. Pillar type drilling machine 1" / 1.1/2" capacity.
- vi. Pug cutting equipment for cutting heavy sections viz. Angles, Plates and Channels.
- vii. Drafting machine and drawing office equipment (optional).
- viii. Any other latest equipment to perform heavy structural fabrication in lieu of any of the above equipment.

5.3.11. Buildings/ factory sheds and all other productive assets including plant and machinery shall be insured for stipulated continuous production period.

5.4. ITEMS TO BE CONSIDERED FOR FIXED CAPITAL INVESTMENT BY LARGE, MEGA, AND ULTRA-MEGA PROJECTS:

- i. Land: Limited to Five times plinth area of all civil structures within the factory premises. (However, in the case of projects requiring larger extent of land by virtue of the nature of industry, the SLC may grant exemption to this condition.)
- ii. Building: APSFC rates or State Government R & B Department SOR
- iii. Plant and Machinery- actual expenses limited to provision in project cost
- iv. Electricity, water supply and other utility systems- actual expenses, limited to provision in project cost (other than captive power generation)
- v. Staff Quarters: Limited to 10% of project cost
- vi. Internal Infrastructure: Limited to 10% of project cost.
- vii. Captive power generation: Limited to 10% of project cost.
- viii. In house R& D, Quality testing Laboratories, Skill Development Centre, and Logistic infrastructure: Limited to 10% of project cost.
- ix. ETP/ STP: Limited to 10% of the project cost.
- x. Working Capital margin & Preliminary pre-operative expenses: Limited to 10% of the working capital requirement.

5.5. ITEMS NOT COMPUTABLE TOWARDS FIXED CAPITAL INVESTMENT:

- i. Working capital, raw material, stores and all consumables including spare tools, etc.
- ii. Pre-operative expenses, advances, expenditure not supported by payment of bills wherever necessary.
- iii. Investment made outside the approved project cost and items not covered by approved project.
- iv. Fixed assets created after the DCP and payment made after DCP, such value. [However, (i) in the case of Aided Enterprises, fixed assets not related to core-production like packing equipment created within 6 months after DCP based on Term Loan sanctioned prior to DCP but disbursed after DCP will be considered. (ii) in the case of self-financed Enterprises, fixed assets not related to core-production, created within 6 months after DCP will be considered, if payment for the same was made before DCP].
- v. Diesel Generator is not allowed for computing eligible Fixed Capital Investment.
- vi. Transformer cost is not allowed for computing eligible Fixed Capital Investment.

6. GENERAL GUIDELINES:

- 6.1. The claim applications filed after six months but before one year from the specified date as defined for sanction of incentives will be treated as belated claims and are eligible for 50% of all the incentives. All claims filed beyond one year are not eligible for any incentives. In case any claim application is received beyond one year after commencement of production, it will be considered on case to case basis as per specific Government instructions duly placed before the SLC.
- 6.2. All eligible MSMEs and Large, Mega & Ultra-Mega projects should furnish a registered lease deed for a minimum six (6) years production period from the DCP, if the project is established in a leased property.
- 6.3. If any eligible enterprise taking up expansion/diversification had availed Investment Subsidy at any time previously, the total subsidy amount (that is

sum of the subsidy previously availed and the subsidy related to the expansion/diversification) will be limited to the maximum limit of investment subsidy as per IDP 2023-27.

- 6.4. Existing Industrial Enterprise setting up a new unit for the same or different product line, with separate identifiable investment within the same land of the existing unit with compound wall separating the two units having separate entry/out gate are also eligible for incentives. The term 'separate identifiable investment' shall mean that the two units (i.e., existing and new) should not have any production linkage with the existing manufacturing process, such as using common rail loading system for unloading raw materials and transporting finished products, the new unit should be in a separate building/shed, should maintain separate books of accounts and the project should be appraised independently by financial institution as a viable project in case of aided units. In case of self-financed units, Project Cost shall be validated and approved by the SSC/MDC.
- 6.5. The intermediary products or by-products of the original unit can be an input to the new unit.
- 6.6. A new project will not, however, be regarded as a 'separate Identifiable Investment' if the utilities of the existing Enterprise/Industry like water, electricity etc. are without separate main meter (no sub-meter), steam, and pollution control systems, packaging etc. are extended to the new unit. Machinery bills and sale bills shall be maintained in the name of unit-I and unit-II etc. and the same should be reflected in the annual financial statements separately.
- 6.7. However, the two units can have Common Effluent Treatment Plant, Sewerage Treatment Plant, and any other similar items approved by the SLC. Investment in such shared common facilities will be considered for the purpose of incentives only if the same have been established as part of the new unit, and duly included in the approved project cost.
- 6.8. In case of any doubt/ambiguity in deciding the 'Separate Identifiable Investment' the decision of SLC shall be final.
- 6.9. If any existing Industrial Enterprise setting up a new Industrial Enterprise with Separate Identifiable Investment for the same end product/new product at different location in the same name it will be treated as new Enterprise/Industry (Separate Identifiable Investment) for the purpose of sanction of various incentives, even though there is no separate GST

registration number and separate marketability, since the Commercial Tax Department is issuing only one GST Registration number for one dealer even they have more than one Enterprises/Industries within the State. However, they must maintain separate books of accounts for each location.

- 6.10. Expansion/Diversification industry should also obtain all the statutory/required approvals.
- 6.11. All the Enterprises should have Permanent Account Number (PAN) and should regularly file the Income Tax Returns in the name of the legal entity; i.e., proprietor in the case of sole proprietorship, firm in case of partnership and in the name of the company in case of Private Limited companies etc.
- 6.12. The following details shall be submitted by the entrepreneur:
- Aadhaar number (required for Udyam Registration). The Aadhaar number shall be of the proprietor in the case of a proprietorship firm, of the managing partner in the case of a partnership firm and of a karta in the case of a Hindu Undivided Family (HUF).
 - In case of a Company or a Limited Liability Partnership or a Cooperative Society or a Society or a Trust, the organisation or its authorised signatory shall provide its GSTIN and PAN along with its Aadhaar number.
 - Following are required to be provided based on the type of enterprise Company:

Details	Sole Proprietorship (In the Name of)	Partnership Firm (In the Name of)	Pvt. Ltd / Public Ltd, / Society/ LLP / etc (In the Name of)
GSTIN	Name of the Enterprise	Name of the Enterprise (Partnership firm)	Name of the Legal Entity
Aadhaar	Name of the Entrepreneur (Proprietor)	Name of the Managing Partner of the Partnership firm	Name of the Managing Director
PAN	Name of the Entrepreneur (Proprietor)	Name of the Firm	Name of the Legal Entity

- 6.13. Incentives as per this Policy shall be available only to those enterprises meeting the criteria of having minimum 75% of employees with genuine domicile in Andhra Pradesh.

7. INELIGIBILITY:

- 7.1. Enterprises/Industries listed in Annexure–I set up by General/ BC/ Minority entrepreneurs are not eligible for any incentives / Concessions.
- 7.2. New Industrial Enterprise established with plant and machinery on lease is not eligible for incentives/concessions.
- 7.3. New Industrial Enterprise established with indigenous second hand machinery is not eligible for incentives/concessions except where the cost of such machinery does not exceed 25% of the total cost of plant and machinery. Second hand machinery/equipment/vehicle is not eligible for transport sector.
- 7.4. Composite industrial enterprises set up for manufacture of an eligible item along with an item are not eligible for incentives/concessions except when the proportion of ineligible items in the total production is less than 10% in value of the total turnover.

8. CHANGE OF CONSTITUTION/ MANAGEMENT/ NAME/ STYLE OF THE ENTERPRISE:

- 8.1. Where an entity (Proprietary firm/Partnership firm, Company etc.), after having availed any incentive/concession as per this Policy, intends to change its constitution, management, name or style within the first six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Industries from the DCP such an entity shall:
 - i. Obtain NOC for the same from the financial institutions/ Banks where from financial assistance if any has been availed
 - ii. Submit an affidavit about the management change and details of the new promoters and directors
 - iii. Produce certificate of incorporation from the Registrar of Companies/ Registrar of Firms/ other competent authority along with Memorandum of Association & Articles of Association in the case of a company and similar documents as applicable in the case of other concerns, immediately on change of constitution, change of name or style etc.
 - iv. Submit any other relevant documents/ details as the DIEPC/SLC may deem as necessary.

9. RESTRICTION OF TRANSFER/ SALE OF ASSETS:

- 9.1. Where an entity (Proprietary firm/Partnership firm, Company etc.) has availed any incentive/ concession under this Policy such an entity shall not be allowed to transfer/ sell its assets which have been considered while sanctioning the incentive/ concession, within the first six (6) years for MSMEs and Large Industries and 6 years or the period of Special incentives whichever is later, in respect of Mega and Ultra-Mega Industries from the DCP.
- 9.2. In case due to reasons beyond the control of the enterprise/promoters it becomes inevitable to windup operations of the unit or exit the business, exemption in the above stipulation may be agreed to by the SLC subject to appropriate conditions including remittance of full or part of the value of incentives availed. The number of years operated after DCP shall be the criterion in this regard.

10. LEASE OF ENTERPRISE/ INDUSTRY:

- 10.1. In case the Industrial Enterprise that has availed incentive/concession and its management is not able to run the Enterprise/Industry and intends to lease out the assets/ facilities to another management within the first six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Industries from the DCP, such an enterprise shall obtain NOC from the financing institutions concerned in respect of aided Enterprise/Industry and thereafter seek approval of DIEPC/SLC. All enterprises which have availed incentive/ concession under this Policy shall be required to seek the prior approval of DIEPC (for Micro Enterprises)/SLC (for others) for leasing out its the facilities.

11. CHANGE OF LOCATION OF INDUSTRIAL ENTERPRISES DURING CONTINUOUS PRODUCTION PERIOD:

- 11.1. Any Enterprise proposing to shift their location within the District during the Continuous Production Period shall obtain NOC from the financing institutions concerned in respect of aided Enterprises/Industries and thereafter seek the approval of DIEPC concerned/ SLC. Self-financed enterprises shall be required to seek prior approval from DIEPC/ SLC for change of location. It shall be an irrevocable obligation on the part of the enterprises to provide documentary evidence/ proof regarding shifting of location of Production/ Operation once such shifting has been effected.

11.2. Any Enterprise other than belonging to Micro Enterprises proposing to shift their location outside the District but within the State during the Continuous Production Period shall obtain NOC from the financing institutions concerned in respect of aided Enterprises/Industries and thereafter seek the approval of SLC. Self-financed enterprises not being Micro Enterprises shall be required to seek approval from SLC for change of location. In the case of Micro Enterprise, the respective DIEPC shall have the authority to grant the approvals for shift of location to any part of the State. It shall be an irrevocable obligation on the part of the enterprises to provide documentary evidence/ proof regarding shifting of location of production/ operation once such shifting has been effected.

11.3. No enterprise that has availed incentive/ concession under this Policy shall be allowed to shift its production/ operation outside the State during the Continuous Production Period.

12. MERGER/ AMALGAMATION OF INDUSTRIAL ENTERPRISE:

12.1. Approval of the SLC is necessary for merger/amalgamation of one or more Enterprises/ industries in case at least one among such enterprises/ industries has availed incentive/ concession under this Policy. In all such cases application shall be submitted by the Enterprises/ industries concerned to the Commissioner of Industries through GM/DIO, DIC concerned along with the necessary orders of appropriate forum under Companies Act, NOC from the Financing Institution(s), amended LI/IL/IEM and Incorporation Certificate from the Registrar of Companies (RoC).

12.2. Partnership Firms shall submit NOC from their Financing Institution(s) and Firm Registration certificates granted by competent authority.

12.3. Proprietary concerns shall submit NOC from the Financing Institution(s).

12.4. The enterprises/industries concerned shall be liable to submit any other documents than those mentioned above, as the SLC may deem as necessary for its consideration before providing approval for the merger/ amalgamation.

13. CHANGE IN LINE OF ACTIVITY/ INCLUSION OF ADDITIONAL LINES OF ACTIVITY:

13.1. If an Enterprise/Industry starts manufacturing new eligible items without any additional Machinery or equipment, with the same plant & machinery, then

such items shall be permitted for availing Net SGST reimbursement within the period of five (5) years from the DCP of the original product. They should obtain prior approval from DIEPC in respect of Micro Enterprise and SLC in respect of Small, Medium Enterprise, Large, Mega, and Ultra- Mega projects before taking up production of such new items respectively for availing reimbursement of Net SGST as above.

14. BREAK IN PRODUCTION:

- 14.1. The Industrial Enterprises availing incentives should be in continuous production for a period of six (6) years for MSMEs and Large Industries and 6 years of the period of special incentives whichever is later in respect of Mega and Ultra-Mega Projects from the DCP failing which all incentives/concessions sanctioned are liable to be cancelled and the incentives/concessions already availed are liable for recovery.
- 14.2. In this regard, the GM/DIO, DIC concerned should monitor the progress of these Enterprises and submit report to the Commissioner of Industries on a half yearly basis. Break-in-production up to a period of three (3) years due to the reasons beyond its control such as scarcity of raw-materials, fire accidents and natural calamities etc. may be condoned by DIEPC in case of Micro Enterprises and SLC in case of Small, Medium, Large, Mega, and Ultra-Mega Industries on merits. Any break-in-production will result in extending the continuous production period to the extent of such break in production.

15. PROCEDURE FOR SANCTION OF INCENTIVES:

- 15.1. **Profession Tax:** Payment of Profession Tax is mandatory for obtaining industrial approvals/ licenses, renewals and for availing incentives as per the Andhra Pradesh Tax on Professions, Trades, Callings and Employment Act 1987. All entrepreneurs shall submit the undertaking that they are paying the profession Tax to the Government. All inspecting officers should ensure the payment of profession tax by the enterprises before placing in the SVC/DIEPC in respect of Micro Enterprises and sending recommendation to the SLC in case of Small, Medium Enterprises, Large, Mega and Ultra- Mega Projects.
- 15.2. **Sanction procedure:** All claims for incentive application shall be made on the online incentive portal.

Micro Enterprises

The claim application will be processed and will be placed before DIEPC within 100 working days from the date of receipt of application in full shape.

If the claim application is not in full shape, the GM/DIO request the unit for submission of requisite documents within 7 working days failing which the application will be processed with available documents which may result in rejection of the claim.

Small & Medium Enterprises and Large, Mega & Ultra Mega Projects

The enterprise/Industry will file the claim application to GM/DIO through online incentive portal. GM/DIO in turn sent to Col with his due recommendation within 20 working days from the date of claim application in full shape from the applicant.

After scrutiny by GM/DIO, if any shortfall are noticed, the same will be informed to the applicant with a request to furnish the shortfall information within 7 working days, failing which the same will be processed with available information which may lead to rejection of the claim. O/o Col will process the claim application as per seriatim and place before SLC within 80 working days from the date of receipt of the claim application from GM/DIO.

In case of any shortfall, O/o Col will inform the applicant for submission of requisite documents within 7 working days failing which the application will be processed with available documents which may result in rejection of the claim.

- 15.3. **For Aided Units:** On receipt of the first application of claiming incentives from the industrial Enterprises concerned for sanction of incentives under the scheme, the designated DIC official should inspect the Enterprise/Industry and verify all the records/documents as per the Verification-cum-recommendation (ANNEXURE-XXI) of the operational guidelines with check-list. (ANNEXURE-XX).
- 15.4. Micro Enterprises of Investment on Plant & Machinery/ Equipment up to Rs.30.00 lakhs should be inspected by Industrial Promotion Officer (IPO) concerned and submit the report to General Manager/DIO, DIC through Area Officer concerned.
- 15.5. Micro Enterprises of Investment on Plant & Machinery/ Equipment over and above Rs.30.00 lakhs and Small Enterprises shall be inspected by Assistant

Director/Deputy Director of concerned area along with concerned area IPO and submit the report to General Manager/DIO, DIC.

- 15.6. Medium Enterprises, Large, Mega and Ultra-Mega Projects should be inspected by the General Manager/DIO, DIC along with concerned area officer and concerned area IPO.
- 15.7. The inspecting officers are solely and severally responsible for the inspection and they should upload the inspection reports in the portal within 48 hours duly following the norms as per Ease of Doing Business. Inspection report will be made available to the entrepreneur through his login. If the entrepreneur doesn't agree with the inspection report, he/she can appeal within 3 months of publication and uploading of inspection report. For Micro Enterprises appellate authority shall be the District Collector. For Small, Medium Enterprises, Large, Mega and Ultra-Mega Projects, the appellate authority shall be the Commissioner of Industries/Director of Industries..
- 15.8. **For Self-Financed Units:** Self-Financed Units will be inspected by Multi-Disciplinary Committee (MDC) consisting representatives of DIC, APSFC and Commercial Tax Department. Under the concept of Ease of Doing Business, the inspection system was delegated among IPOs, ADs/DDs and GM as detailed below:
- 15.9. For Micro Enterprises of Investment on Plant & Machinery/ Equipment upto Rs.30.00 lakhs, the MDC comprises concerned IPO, Deputy Manager of APSFC and representative of Commercial Tax Department.
- 15.10. For Micro Enterprises of investment on Plant & Machinery/ Equipment over & above Rs.30.00 lakhs and Small Enterprises, the MDC comprises concerned Assistant Director/Deputy Director, Manager of APSFC and Deputy Assistant Commissioner (ST) of Commercial Tax Department.
- 15.11. In case of Medium Enterprises, Large, Mega & Ultra- Mega Self-Financed Units, Standing Scrutiny Committee (SSC) consisting Additional Director of Industries, Branch Manager of APSFC and Assistant Commissioner (ST) of the concerned area. However, concerned General Manager will be the hand holding officer between enterprise and SSC.
- 15.12. If it is an aided or self-financed Enterprise/Industry, the inspecting officers should verify all the machinery as per machinery list with bills, payment proofs and certify on the list of machinery as follows:

"Verified Plant & Machinery. Found tallying with the list. Duly erected and put to use and is required for manufacturing the approved lines of activities. There are no second hand machinery

items in the list”.

- 15.13. If any second hand machinery exists in the list, it can be certified accordingly.
- 15.14. If it is an aided Enterprise/Industry, the financial institution & concerned Inspecting Officer should certify that “this is to certify that from the above list of plant & machinery Sl. No.....to are new and Sl.No..... to.....are second hand machinery. Wherever there is a difference of opinion on the genuiness of plant and machinery between financial institution and the departmental officer, the unit may be ordered for inspection by MDC / SSC after placing the issue before the DIEPC / SLC as the case may be.
- 15.15. Scrutiny/Verification Committees (SVC) at the State Level and District Level are constituted for scrutinising and recommending the claims for these incentives to the SLC/DIEPC respectively.
- 15.16. Committees at the State Level and District Level are constituted for sanction/rejection of the claims for these incentives.
- 15.17. **Inspection Procedure:** The concerned inspecting officers shall inspect the units once in 6 months after first inspection / from the date of previous inspection in case of Micro and Small Enterprises and once in a year in case of Medium Enterprise/ Large/ Mega/ Ultra-Mega Projects. The annual reports and annual performance reports as mentioned in Paragraph No. 22 shall be obtained from the entrepreneur during the inspection, if not uploaded in the prescribed format and the same shall be uploaded in the portal. The claims received further shall be processed based on the earlier inspection / performance report filed earlier without inspecting the unit again physically. These annual reports and annual performance reports shall also be utilized for analyzing the efficiency / performance of the unit and for facilitating other benefits if any. An inspection report shall be filled online to access the performance of the unit and facilitate them to improve their performance.
- 15.18. **Service Level Agreement (SLA) for sanction of Incentives:** Receiving and processing of claim applications shall be strictly as per seriatim. It shall be ensured that the same are placed before the DIEPC within 100 days from the date of filing of application in respect of Micro Enterprises. In respect of Small, Medium, Large, Mega, and Ultra- Mega projects, the applications will be received at GM/DIO and with the recommendation of GM/DIO, the office of the Commissioner of Industries will process the claim application strictly as per seriatim and place the same before SLC within 100 days from the date of filing of application, if they are in full shape. In case of any claims

application in respect of which all the necessary documents are not enclosed or the enclosed documents are not appropriate, the General Manager /DIO should notify the same in online portal clearly to the applicant and return the claim application to the applicant. Upon that the applicant shall submit that appropriate documents as notified by the GM/DIO within 30 days from the date of receipt of the claim application so returned online. Up on receipt of the documents from the applicant the GM/DIO shall process and place it before DIEPC within 100days from the date of resubmission of application. If in any case the applicant fails to respond and resubmit the application along with the appropriate documents within 30 days, the application shall automatically migrate to the login of the GM/DIO concerned. The GM/DIO shall process the claim with available documents and place before DIEPC with 100 days of receipt of the auto-migrated application. The above notification issued by the GM/DIO shall be the first and final notice to the entrepreneur and no further notice shall be required for taking a decision of DIEPC/SLC. All claims shall be sanctioned or rejected within SLA. In case of rejected claims there is a provision for appeal before the Commissioner / Director of Industries (Appellate Authority) in case of Micro enterprises and Special Chief Secretary/Principal Secretary/Secretary for Industries and Commerce (Appellate Authority) in case of Small, Medium, Large, Mega and Ultra Mega enterprises/industries, within 30 days from the date of rejection.

15.18.1. District level:

Movement of file	Max. no. of days
IPO/ AD/DD to GM/DIO	25
GM/DIO to SVC completion	30
SVC to DIEPC	30
DIEPC to Issue of sanction proceedings	15
Total	100

15.18.2. State level:

Movement of file	Max. no. of days
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GM to State AD/DD	20
State AD/ DD to JD to Additional Director.	20
Additional Director to SVC completion	20
SVC to SLC	25
SLC to Issue to sanction proceedings	15
Total	100

16. COMMITTEES ON INCENTIVES:

16.1. STATE LEVEL SCRUTINY AND VERIFICATION COMMITTEE:

16.1.1. The State Level Scrutiny and Verification Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	Additional Director	Chairman
2	Nominee of Inspector General, Registration & Stamps, Revenue Department	Member
3	Nominee of The Chief Commissioner of State Tax, Commercial Taxes Department	Member
4	Nominee from SLBC	Member
5	General Manager, A.P. State Financial Corporation, or his nominee.	Member
6	Nominee of Managing Director, A.P.	Member

	Industrial Infrastructure Corporation	
7	Nominee from CMD, AP TRANSCO	Member
8	Nominee from CMD, APEPDCL, Visakhapatnam	Member
9	Nominee from CMD, APCPDCL, Vijayawada	Member
10	Nominee from CMD, APSPDCL, Tirupati	Member
11	Joint Director- Incentives	Member- Convener

16.1.2. The above committee shall scrutinize the various incentive claim applications from eligible Small, Medium, Large, Mega, and Ultra- Mega Projects and make recommendations to the SLC regarding sanction of incentives.

16.2. DISTRICT LEVEL SCRUTINY VERIFICATION COMMITTEE:

16.2.1. The District Level Scrutiny and Verification Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	General Manager/District Industries Officer, District Industries Centre	Chairman
2	Manager, A.P. State Financial Corporation of concerned District	Member
3	Zonal Manager, A.P. Industrial Infrastructure Corporation concerned District or his nominee	Member
4	District Registration & Stamps, Revenue Department or his nominee	Member
5	Representative from DISCOM concerned	Member

6	Assistant Commissioner (ST), State Taxes Dept. or his nominee	Member
7	Lead District Manager or his nominee	Member
8	Deputy Director/Assistant Director of Industries concerned	Member - Convener

16.2.2. The above committee shall scrutinize the various incentive claim applications from eligible Micro Enterprises and make recommendations to DIEPC regarding sanction of incentives.

16.3. POWERS OF SCRUTINY AND VERIFICATION COMMITTEES:

16.3.1. After receipt of claim application, the Member-Convener will prepare the appraisal note for each case in the form prescribed for placing before respective Scrutiny- cum-Verification Committee for making recommendations to the SLC/ DIEPC.

16.3.2. The Scrutiny-cum-Verification Committees will meet as often as required, but not less than once in a month. The Member - Convener will arrange to record the minutes of each meeting, get them duly approved by the Additional Director concerned / General Manager/District Industries Officer concerned and will be placed before SLC/ DIEPC.

16.3.3. After receipt of recommendations of Scrutiny-cum-Verification Committee, the Member- Convener of SLC/DIEPC will prepare the agenda note for placing before SLC/DIEPC for taking decision.

16.4. STATE LEVEL COMMITTEE (SLC):

16.4.1. The State Level Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	Commissioner of Industries	Chairman

2	Additional Secretary/Joint Secretary/Deputy Secretary to Government, Finance & Planning (Fin. Wing) Dept., dealing with the subject	Member
3	Additional Secretary/Joint Secretary/Deputy Secretary to Government, Industries & Commerce Department	Member
4	Commissioner & Inspector General, Registration & Stamps, Revenue Department or his nominee.	Member
5	The Chief Commissioner of State Tax or his nominee	Member
6	Commissioner of Labour or his Nominee (above Joint Director)	Member
7	Commissioner, Transport or his nominee	Member
8	Commissioner of Social Welfare or his nominee	Member
9	Commissioner of Tribal Welfare or his nominee	Member
10	CMD, APTRANSCO or his nominee	Member
11	CMD, APEPDCL or his nominee	Member
12	CMD, APCPDCL or his nominee	Member
13	CMD, APSPDCL or his nominee	Member
14	Managing Director, A.P. State Financial Corporation, or his nominee	Member
15	Representative from SLBC/ Convener, SLBC	Member
16	Nominee of SIDBI	Member

17	Member Secretary, APPCB or his nominee	Member
18	VC & MD, A.P. Industrial Infrastructure Corporation, or his nominee	Member
19	Five (5) to Seven(7) representatives of Industrial Associations as decided by Chairman of SLC	Member
20	Representatives of any Department of State Government/ Organizations/ Financial institutions as Special Invitee whenever necessary	Invitee
21	Additional Director of Industries	Member-Convener

16.4.2. The above Committee shall consider the recommendations of SVC and shall take appropriate decision including sanction or rejection of the claims related to Small, Medium, Large, Mega, and Ultra- Mega Projects.

16.4.3. The representatives from the government departments shall be of the rank of Joint Director or above.

16.5. DISTRICT INDUSTRIAL AND EXPORT PROMOTION COMMITTEE (DIEPC):

16.5.1. The District Industrial and Export Promotion Committee shall comprise of the following members:

Sl. No.	Committee Members	Role
1	District Collector	Chairman
2	Regional Authority of Directorate General of Foreign Trade	Co- Chairman
3	Representative of Regional office of MSME, Government of India or / and Representative of MSME – DFO as necessary	Member
4	Representative from Sector specific Export	Member

	Promotion Council	
5	Representative from Quality & Standards implementation body for products / services	Member
6	Representatives from the sector specific Ministries in Government of India (Agriculture, Fisheries, Mines & Geology, Drugs & Pharmaceuticals, Horticulture & food Processing etc,)	Member
7	Representatives from the sector specific Ministry of State Government as required as Member	Member
8	Representative from the Commercial Taxes Department/ GST	Member
9	Representative from the Road Transport Authority	Member
10	Branch Manager, A.P. State Finance Corporation	Member
11	Deputy Chief/ Inspector of Factories Department	Member
12	Environmental Engineer, APPCB	Member
13	Representative from Marketing Department	Member
14	Superintendent Engineer / Divisional Engineer, APTRANSCO/DISCOMs	Member
15	Zonal Manager, AP Industrial Infrastructure Corporation	Member
16	Sectorial Agencies Specific to Product identified in each district(NABARD etc.)	Member
17	Representative from Social Welfare Department	Member
18	District Panchayat Officer	Member
19	Commissioner, Municipality / Urban Development	Member

20	Lead District Officer / Lead Bank Manager	Member
21	Five (5) representatives of Industrial Associations	Member
22	Representatives of any Department of State Government or Expert as Special Invitee whenever necessary	Invitee
23	General Manager/District Industries Officer, District Industries Centre	Member - Convener

16.5.2. The above Committee shall consider the recommendations from SVC and shall take appropriate decision including sanction or rejection of the claims from Micro Enterprises.

16.6. POWERS OF SLC AND DIEPC:

16.6.1. The SLC and DIEPC will meet as often as required, but not less than once in two months in so far as sanction of incentives are concerned. The Member-Convener will arrange to record the minutes of each meeting, get them duly approved by the Chairperson and circulate to all the members.

16.6.2. The decisions of the DIEPC shall be final in scrutinizing, deciding the eligible investment, and sanctioning the incentives in implementation of the Government Orders. However, DIEPC can also review the earlier decisions wherever necessary, regarding scrutiny and sanction within the framework of the Policy. In case of any doubt/ambiguity on any issue or item covered by these guidelines for implementing the scheme of IDP 2023-27, the decision / interpretation of DIEPC will seek directions of the SLC.

16.6.3. The decisions of the SLC shall be final in scrutinizing, deciding the eligible investment, and sanctioning the incentives in implementation of the Government Orders. However, SLC can also review the earlier decisions wherever necessary, regarding scrutiny and sanction within the framework of the Policy. In case of any doubt/ambiguity on any issue or item covered by these guidelines for implementing the scheme of IDP 2023-27, the decision / interpretation of SLC will seek directions of the Government.

16.6.4. In view of delegation of powers to districts for scrutiny and sanction of claims in respect of Micro Enterprises as defined in MSME Act from time to time, a

system of review and intervention on all pending claims beyond two months from the date of receipt of the proposal at the DICs will be reviewed by SLC and initiate appropriate action for concluding the proposals / claims. The Commissioner of Industries shall pick up a list from the sanctioned incentives to take up random inspections. SLC will select at least 20% of sanctioned claims by the DICs to cause random scrutiny of the files including visit of the unit to ensure a fair system of checks and balances.

16.6.5. The SLC has powers to condone the break-in-production period up to three (3) years in respect of Small, Medium, Large, Mega, and Ultra-Mega Projects. Similarly, DIEPC has the power to condone the break-in-production period up to three (3) years in respect of Micro Enterprises. However, such break-in-production period should be due to the reasons beyond the control of the management such as shortage of raw- materials, power etc., fire accidents, and natural calamities. In cases where change of management has taken place, reasonable transition period can also be considered in case there has been break-in-production due to such change of management.

16.6.6. The SLC will review the working of the scheme and release of funds.

17. RESPONSIBILITIES OF THE MEMBER-CONVENOR

17.1. MEMBER CONVENOR- STATE LEVEL COMMITTEE

17.1.1. Convening the SLC meetings, drawing up the minutes of the meetings and communicating these to the members with the approval of the Chairperson.

17.1.2. Once incentives are sanctioned, disbursement of funds to the respective enterprises/industries observing the chronological order based on sanctions within the set pattern and norms approved by SLC.

17.1.3. Apart from that, Government will also examine the release of funds on case to case basis to Industries which are affected by Natural Calamities, Fire Accidents, NPA etc.

17.1.4. Guidelines for prioritization of release of sanctioned incentives issued vide G.O.Ms.No. 32 Industries and Commerce (P&I) Department Dated 07.02.2019 in respect of Women/MSME/Sick Enterprises and Industries intends to go for expansion or diversify their projects, on case to case basis, basing on the merit of the enterprise shall be followed.

17.1.5. Monitoring effective implementation of the Scheme.

17.2. MEMBER CONVENOR- DISTRICT INDUSTRIES & EXPORT PROMOTION COMMITTEE:

- 17.2.1. Convening the DIEPC meetings, drawing up the minutes of the meetings and Communication to the members and to the Commissioner of Industries with the approval of Chairperson.
- 17.2.2. Maintaining necessary accounts and registers and furnishing details as and when called for by the SLC / Commissioner of Industries and producing such records and details for audit.
- 17.2.3. The incentive sanction register should be maintained in the form prescribed.

18. PROCEDURE FOR DISBURSEMENT OF FUNDS:

- 18.1. All sanctioned claims shall be kept ready in the chronological order of date of sanctions for disbursement. The sanctioned amount will be disbursed as and when the units turn comes as per seriatim for disbursement from the funds available. After receiving the incentive sanction letter from Department to entrepreneur's login, the unit holder will have to upload the release documents i.e. Agreement Bond, Advanced Stamped Receipt & Assignment Letter through online for release of the sanctioned incentive. The designated inspecting officer, after receipt of release documents through online shall verify the release documents and after satisfying himself on the physical verification that the Enterprise is working continuously & adhering to stipulations/ conditions of incentive shall forward the release documents to GM/DIO, DIC with recommendations. Further, GM/DIO, DIC shall submit the same to Commissioner of Industries/ Director of Industries through online for further process. The investment subsidy component should be credited to the term loan account only and other incentive components may be credited to term loan/CA/CC/SB account as per the option given by the entrepreneur. If the Term Loan is closed or outstanding of the Term loan is less than the Incentive amount to be disbursed, the entrepreneur shall submit the account details and NOC from Term Loan lending institution through entrepreneur's login. In such cases only, the investment subsidy and other incentive components shall be credited to CA/CC/SB Account as per the option given by the entrepreneur. Option shall be given to edit their account details with necessary documents such as first page of the bank statement/crossed cheque leaf/NOC from the banker. In such cases, the GM/DIO, DIC of the

concerned district shall verify the account number, IFS code and other details thoroughly and authorize the details received from the entrepreneurs through online and forward the same to the Joint Director of Industries (Incentives) of the Head office for updating the same.

- 18.2. Government will allocate the funds as and when available for disbursement of incentives under the scheme. The same will be released to the individual enterprises as per due procedure.
- 18.3. Disbursements (as per yearly limits and total limit in a period of 5 years for a given enterprise, as stipulated in these guidelines) shall be made in a bunch of cases through release proceedings generated through online system; for SLC sanctions by the Commissioner of Industries and DIEPC sanctions by the District Collector respectively observing the chronological order of such meetings held and the same shall be approved by the Commissioner of Industries. The disbursement shall be made on the Integrated CFMS system based on the Release Proceedings generated.
- 18.4. In case of Enterprises which have availed any bridge loans against the anticipated subsidy, the subsidy amount shall be released first to the Financial Institution which has sanctioned and released bridge loan, to discharge the liability in full against such sanction and balance amount, if any, would be released in the manner prescribed.
- 18.5. Wherever the GM/DIO, DIC finds any Industrial Enterprise sick, closed, change of management taken place, change of financial institution, shifting part of the machinery etc. or for any other reason not worthy of receiving subsidy, till further examination, the Commissioner of Industries/Director of Industries/GM/DIO,DIC shall not disburse the subsidy to such Enterprise/Industry and a written intimation to be given to the Industry/Enterprise by the GM/DIO, DIC. In such cases the subsidy shall be disbursed as per the decision of SLC.
- 18.6. The sanctioned industrial incentives should be released after satisfying the designated inspecting officer on physical verification of the enterprise that the enterprise working continuously, the assets are intact and there is no change in management, no change of finance institution.
- 18.7. The Policy has envisaged various incentives and concessions to provide support to deserving entrepreneurs and corporate entities and thereby propel industrial development of the State. While Government will strive to provide support to the enterprises through such incentives and concessions, unanticipated constraints may result in difficulties for timely release of

incentive/ concession. Such an eventuality shall not tantamount to any binding legal obligations on the part of Government.

- 18.8. Government will allocate the funds for disbursement of incentives under the scheme(s). The incentives will be released to the individual enterprises as and when funds are made available, as per due procedure. The disbursement shall be made on the Integrated CFMS system based on the Proceedings generated in seriatim, as and when the funds made available in the larger Public Interest.
- 18.9. However, in the following circumstances, the incentives will be released on priority basis, subject to availability of funds.
- a) Natural calamities
 - b) MSME's
 - c) Sick units, Certified by the banker and DIEPC
 - d) Women Entrepreneurs 100% share of women entrepreneurs.
 - e) Projects going for expansion /Diversification -Projects Intend to re- invest with over and above 50% of the cost of original project and 50% capacity enhancement over the original capacity.
- 18.10. The sanctioned incentives will be paid in any mode/form. The fiscal Incentives form small part of the overall support extended by the state to the industries. The incentives are meant to complement the efforts of the industries in setting up their units in the state. Thereby the incentives do not carry any interest, as the A.P. Industrial Development Policy doesn't prescribe any time limit for the payment of incentives, though it is a commitment of the State.

19. RESPONSIBILITIES OF GM/DIO, DICs:

- 19.1. Receiving and processing of claim applications strictly as per seriatim and to ensure placing the same before the SVC and DIEPC as per the SLA limits specified in respect of Micro Enterprises. In respect of Small, Medium, Large, Mega, and Ultra-Mega projects, GM/DIO, DIC will receive and process the applications and make recommendations to the Commissioner of Industries/Director of Industries. The same will be placed, strictly as per seriatim, before SVC and SLC within SLA limits specified.
- 19.2. To initiate action to recover the incentives wherever warranted. The GM, DIC should monitor the units particularly in respect of matters like break-in-production, break in partnership or ownership of the unit etc. and submit report to the Commissioner of Industries on a half yearly basis.

- 19.3. The General Manager/DIO, DIC shall monitor the online incentive applications received and actions taken thereon by the inspecting/processing officers. The officers shall visit the industry and shall submit reports within prescribed period. The General Manager/DIO shall review the cases wherever there are delays beyond such period.
- 19.4. The General Managers/DIOs of District Industries Centres shall maintain a separate register providing enterprise-wise details related to (a) receipt of applications (b) sanctions (c) receipt of funds & releases.
- 19.5. All sanctioned files pertaining to DIEPC and SLC cases, and other documents/details related thereof shall be kept for a period of 12 years or until one more year after completion of the stipulated continuous production period, whichever is later, and made available for inspection of audit / inspecting authorities. Files pertaining to audit objection if any, shall be kept in record till such objections are cleared/deleted from the audit paras.

20. RECOVERY OF INCENTIVES SANCTIONED UNDER THE SCHEME:

- 20.1. Incentives/concessions granted to an industrial enterprise shall be liable to be recovered under the following circumstances:
- i. If the incentives/concessions are obtained by the industrial enterprise by misrepresentation of essential facts or by furnishing of false information or suppression of facts or by submission of false/fake documents etc. In addition to recovery of the incentives granted, penalty will be levied as deemed fit, and the enterprise shall be barred from availing incentives in future.
 - ii. If the industrial enterprise goes out of production within six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Projects (i.e., continuous production period) from the DCP. However, in cases where the Enterprise remains out of production for a period up to 36 months due to reasons beyond its control such as shortage of raw-materials or power, change of management, recession in the market, fire accidents, natural calamities etc., and if such breakage in production has been condoned by the DIEPC/SLC exemptions from recovery/ penalty shall be granted for the corresponding period.
 - iii. If any fire accidents, natural calamities, closure of the unit due Government Policies etc., such enterprises shall be exempted from Recovery of Disbursed incentives.

- iv. If the industrial enterprise fails to furnish the prescribed statements and/ or information when it is called upon to furnish.
- v. If the industrial enterprise effects change of management without prior approval from the financing institution concerned and the State Level Committee.
- vi. If the industrial enterprise shifts a part or whole of the industrial Enterprise/Industry or lease out the whole or part of premises or the plant and machinery after receiving a part or whole of the incentives without prior approval of the DIEPC/SLC.
- vii. If the whole or part of the industrial enterprise is sold or leased out without the prior approval of the DIEPC/ SLC. If the industrial enterprise enters into a contract of any nature whatsoever by transferring the Management, without the prior approval of the DIEPC/SLC.

20.2. In the event of recoveries for reasons as above, the corresponding amounts shall be recovered treating them as arrears of Land Revenue under A.P. Revenue Recovery Act, 1864 and the GM, DICs will be designated as recovery officers by suitable Government Orders.

20.3. In this regard, the GM, DIC concerned should monitor the progress of the Enterprises and submit report to the Commissioner of Industries.

21. FURNISHING OF STATEMENT OF ACCOUNTS/ INFORMATION BY ELIGIBLE INDUSTRIAL ENTERPRISES:

21.1. Industrial Enterprises, which obtain incentives under the Scheme, shall furnish certified copy of audited accounts including Balance Sheet before 30th June of the succeeding year to the disbursing agencies i.e., to the GM/DIO, DIC, of District concerned through online system. Such statement should be furnished for a period of minimum six (6) years/ eight (8) years/ ten (10) years (continuous production period) as the case may be. Further industrial Enterprises should also furnish details of production, sales, employment, etc., through online system in the proforma prescribed, to the DIO/GM, DIC concerned as an Annual Return, before 30th June of the succeeding year. However, Micro Enterprises may furnish only the Annual Performance Report in the proforma prescribed, to the General Manager/DIO, DIC concerned as an Annual Return, before 30th June of the succeeding year, for a period of six (6) years (continuous production period), after going into commercial production. In case if any entrepreneur fails to submit the certified audited accounts including Balance Sheet or Annual

Performance Report on time, the recurring incentives in future will be stopped. (Please refer to ANNEXURE – XIX for Annual Performance Report requisite format).

22. INTERPRETATION:

- 22.1. When any matter arises for the purpose of interpretation on which State Level Committee (SLC) could not take a decision or in case where any suggestions are made outside the scope of SLC in regard to implementation of the Scheme, such matters shall be referred to the Industries & Commerce Department, Government, of Andhra Pradesh for decision.

23. PENALTIES:

- 23.1. Without prejudice to anything included in this paragraph, it is hereby ordained that any willful misrepresentation of facts, action/inaction on behalf of entrepreneur leading to irregular sanction/disbursement of incentives under the above policies will invite civil and criminal action as per extant laws besides recovery of the amount irregularly disbursed, if any, and debarring the unit from claiming incentives in the future.

24. GRIEVANCE REDRESSAL:

- 24.1. In case of any complaints/ grievances regarding sanction/ disbursement of incentives under this Policy the respective entrepreneurs may take up the same with DIEPC in the case of Micro Enterprises and SLC in the case of small, medium and higher categories of industry. Such representations shall be made to the GM/DIO, DIC and Commissioner of Industries respectively for placement in DIEPC/ SLC. In case the complaints/ grievances are not resolved at DIEPC/SLC the appellate authorities shall be SLC/ Government respectively. The decision of the appellate authority shall be final.

25. MONITORING & REVIEW:

- 25.1. Implementation of the incentive schemes shall be monitored and reviewed periodically by the Commissioner of Industries for their effectiveness with respect to the intended objectives of the APIDP 2023-27, and also to take inputs regarding the mode of implementation of the schemes. Based on such inputs the Commissioner of Industries may propose appropriate modifications either in the Policy or the mode of implementation of any scheme of incentive for the consideration of Government. However, change in form, structure or contents of application forms, introduction of new formats for submission of

applications etc. will be fully within the competence of the Commissioner of Industries & Commerce. The Commissioner of Industries & Commerce may also take steps for updating/ making necessary modifications as needed in the Incentive Portal from time to time.

EXPLANATORY NOTES

1. The terms 'entrepreneur' and 'promoter', depending upon the context of their use in these guidelines, may be taken as meaning proprietor in the case of a proprietary firm, managing partner in the case of a partnership firm and Managing Director, CEO, or persons duly authorized to make decisions/sign documents related to applying and availing incentives under this Policy by the Board or highest decision making authority in the case of other forms of constitution of the enterprise, like Company, Cooperative Society etc.
2. The term 'Industry', depending on the context of its use in these guidelines may be taken as meaning a single industrial unit or a group of industrial units, or all industrial units collectively.
3. In the context of non-manufacturing enterprises (enterprises in service sector, logistics sector, R&D units etc.) the term 'production' may be taken as meaning 'operation'.
4. The terms 'incentive', or 'incentives', depending on the context of its use in these guidelines, may be taken as meaning one or more specific items of incentives or all the incentives and concessions under this Policy.
5. The terms 'Eligible Fixed Capital Investment' and 'Fixed Capital Investment' are interchangeably used in these guidelines. Similarly, terms 'Capital Investment Subsidy' and 'Investment Subsidy' may also be taken as meaning the same.
6. The terms Plant & Machinery, Plant & Equipment, and Machinery & Equipment are used to mean items of plant, machinery, and equipment, whether readily available standard items, or manufactured/fabricated based on customized design. It will also include all auxiliary equipment needed directly or indirectly for production purpose like overhead cranes, packaging machines/equipment, conveyor systems, storage tanks etc. However, items which are mobile in nature like forklifts will not be considered.

R KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

ANNEXURE - I;

**List of eligible activities exclusively for SC/ST Entrepreneurs
(YSR Jagananna Badugu Vikasam)**

Sl. No.	ACTIVITY
1	Khandasari Sugar and Sugar Mills and Jaggery making.
2	Distilleries, Rectified Spirit (Alcohol) from Molasses, Breweries, Beer and other Alcoholic Drinks, Winery
3	All animal rearing/farming like poultry, piggery etc.,
4	All types of mechanized hatcheries
5	Alcohol based Industries, Pharmaceuticals, APIs, Intermediates, Drug and other products having utility for medical purposes
6	Varnishes and Thinners. Painting and spray-painting units
7	Cotton ginning, Modern ginning as per the norms of Technology Mission on Cotton, Ministry of Textiles, Government of India
8	Chloral Hydrate.
9	Lime Kiln/Burnt Lime/Hydrated Lime, units adopting Rotary kiln system.
10	Book binding/Note Books/Exercise Note Books/Registers/Ledgers/File Pads/Office Files etc. Rubber stamp making, and envelopes
11	Tobacco barons/tobacco re-drying/processing, Beedi /Cigarette manufacturing and other Tobacco based products. Units for cutting raw tobacco and sprinkling jaggery for chewing purposes.
12	Carpentry, joinery and wooden Furniture making units
13	Road Metal/ Stone Crushing/Coal Pulverizing ,Robo Sand or M-Sand
14	Soap making units not operated by power driven machinery
15	Shampoos and other Cosmetic items those having National / International Certifications
16	Cinematography/ Videography / Video Parlours /Theatres/ Photo studios.
17	All industries of mobile nature like rigs, concrete mixing plants, road metal mixing, readymade concrete mixing etc., including site oriented industries.

18	All types of printing, cloth printing
19	Readymade Garments
20	Mining and Quarrying
21	All types of Generation, Transmission and Distribution of Electricity
22	X-ray clinics and clinical/pathological laboratories and scanning, MRI centres
23	Servicing and /or repairing units activities, Cold storage & Seed processing units and Industry related service activities listed in section-III services sector 7.1.2. as mentioned in G.O.Ms No.22 dated 19.03.2023/ ANNEXURE-II of Operational Guidelines
24	Calcium carbide and Silicon carbide manufacturing.
25	Ferro Alloys Manufacturing
26	Steel Rerolling mills, rolling of rods including Tor steel angles, channels, Flats etc
27	Steel Structural and fabrication works such as the Heavy Structural Fabrications given in Para 5.3.8
28	Mechanised units of Steel gates/grills, G.I.Buckets, Gamelas, Boiling Pans, Trunks, Spades, Mamotees, Shovels and Bins and Bright bars
29	Hotels and Motels
30	Composite Units setup for manufacture of an eligible items along with in-eligible items except when the proportion of in-eligible items in the total production is less than 10% in value of the total turnover
31	Manufacturing of Plastic carry bags, Single use plastic and other items restricted or banned as per norms of GOI/ State Government authorities from time to time
32	Fire crackers manufacturing enterprises
33	Manure mixing, physical mixing of fertilizers with mechanised process
34	Steel Ingots/Billets, Green field Integrated Steel Plants, which produces Steel Ingots, Billets, Coils, Strips, Slabs or Alloy Steels through Blast Furnace /Induction Furnace route starting with iron ore and using the liquid metal produced from the Blast Furnace to make Ingots, Billets, Coils, Strips, Slabs or other Steel Alloys, However, these Greenfield Integrated Steel Plants shall not be eligible for reimbursement of power cost.
35	Manufacturing of all types of Metal/ Non-metal /other material ornaments/ imitation jewellery
36	Manufacturing refractory bricks and those making bricks from fly ash and similar industrial waste as base raw material
37	Rice Mills, Fried Gram, Dal Mill, Ground Nut Decorticating
38	Food processing units having quality licenses (ZED / FPO/BIS/fssai/AGMARK etc,)
39	Manufacturing of Asbestos-based products
40	Animal/ cattle/ aqua / poultry feed and ice blocks

41	The products related to thrust sector of Electronics & IT and Food processing (applicable as per respective policies and apply to the respective Agencies/ Departments but not to Industries Department) except all products of other thrust sectors mentioned at Paragraph 19 of Thrust sectors of GoMS No.22 dated 19.03.2023
42	Service Apartments
43	Tent House, Stage Sound, Lighting Equipment & Videography services on rent.
44	Any other industry notified by the State Government for inclusion in this list from time to time.

ANNEXURE - II

INDUSTRY RELATED SERVICE SECTOR:-

1	Industrial / Material testing laboratories / Technical testing and analysis, Hall Marking Centres
2	Iron Scrap/Plastic/Paper/Hay etc. Baling presses
3	Auto servicing and /or repairing units, engineering machining workshops, Common effluent treatment plants
4	Packaging activity
5	General Engineering and Fabrication works
6	Refilling of Medical oxygen and/ or its container
7	Transportation & Logistic Management Services including Cold Chain Logistic Services
8	Industry Related Environmental Services including Hazardous and other Waste Disposal/Management
9	Industrial Staff/Workers' Accommodation Facilities
10	Any other Service Enterprises notified by the State Level Committee for inclusion in this list from time to time.

The Capital Subsidy i.e. Investment Subsidy only approved above Industry related Service Activities.

ANNEXURE- III

LIST OF SERVICES APPLICABLE ONLY FOR THE SC/ST ENTREPRENEURS

The line of activities for industrial concern under Section 2 (c) of the State Financial Corporations Act, 1951.

1. Preservation or processing of goods;
2. Mining or development of mines;
3. The hotel industry;
4. The transport of passengers or goods by road or by water or by air or by ropeway or by lift;
5. The generation or distribution of electricity or any other form of power;
6. The maintenance, repair, testing or servicing of machinery of any description or vehicles or vessels or motor boats or trailers or tractors;
7. Assembling, repairing or packing any article with the aid of machinery or power;
8. Fishing or providing shore facilities for fishing or maintenance thereof;
9. Providing weight bridge facilities;
10. Providing engineering, technical, financial, management, marketing, consultancy or other services or facilities for industry;
11. Providing medical, health or other allied services;
12. Providing software or hardware services relating to information technology, telecommunications or electronics including satellite linkage and audio or visual cable communication, Computer aided design, Computer aided manufacturing for Electrical, Mechanical and civil also;
13. Setting up or development of tourism related facilities including amusement parks,
14. Convention centers, restaurants, travel and transport (including those at airports), tourist service agencies and guidance and counseling services to the tourists;
15. Construction;
16. Development, maintenance and construction of roads, sites;
17. Providing commercial complex facilities and community centers including conference halls;
18. Poultry farming & Mechanized hatcheries;
19. Service industry, such as altering, ornamenting, polishing, finishing, oiling, washing, cleaning or otherwise treating or adapting any article or substance with a view to its use, sale, transport, delivery or disposal;
20. Research and development of any concept, technology, design, process or product,

Whether in relation to any of the matters aforesaid, including any activities approved by the Small Industries Bank; or such other activity as may be approved by the Small Industries Bank .

21. Any new line of activity/ other activities which are not listed can be encouraged with the proper scrutiny by DIEPC and recommend to SLC for clarification.

Explanation 1: The expression 'processing of goods' includes any art or process for producing, preparing or making an article by subjecting any material to a manual, mechanical, chemical, electrical or any other like operation.

Explanation 2: If any doubt arises as to whether a concern is industrial concern or not, the same shall be referred to the Small Industries Development Bank of India for its decision and the decision of the Small Industries Bank thereon shall be final. The Small Industries Bank means the Small Industries Development Bank of India established under section (I) of section 3 of SIDBI Act, 1989 (39 of 1989).

Description for line of activities

S.No.	LINE OF ACTIVITY	ELIGIBILITY & GUIDELINES
1	Mining or development or mines	The cost of equipment in mining process is eligible.
2	The Hotel industry	The Fixed Capital Investment involved in the land, hotel building, equipment, furniture & Kitchen ware for running the hotel are eligible.

3	The transport of passengers or goods by road or by water or by air or by ropeway or by lift	<p>a) Vehicles including electric vehicles registered with RTA as motor cabs/ commercial vehicles are eligible. Personal use vehicles are not eligible for claiming the subsidy. Commercial use vehicles with commercial registration with Motor Vehicle Department are only eligible. No personal use vehicles can be converted as Commercial Vehicles. Cars of on-road price of more than Rs. 30 lakhs are not eligible.</p> <p>b) The GM/DIO, DIC shall communicate the list of all vehicles to the Transport Department immediately after sanction of incentives and request them not to transfer the ownership to others for a period of 6 years from DCP/DCO.</p> <p>c) RTA should not convert transport vehicles / cabs to personal use vehicles without permission from GM, DIC within the period of six (6) years.</p> <p>d) The invoice cost and life tax / road tax (paid to Transport Department which are non-recurring) will only be considered for computation of Fixed Capital Investment.</p> <p>e) Self-financed vehicles are not eligible for Subsidy.</p> <p>f) Transport Vehicles shall be driven by a Driver with valid Driving License only. But, it is not mandatory for the Promoter.</p> <p>g) Service Sector units like Cranes, Sweeping machines, bore-well rigs etc. are eligible for incentives.</p> <p>h) Tractor & Trailer is not eligible for incentives</p> <p>i) Tractor fitted/ mounted with equipment is not eligible for incentives.</p>
4	The generation or distribution of electricity or any other form of power	The Fixed Capital Investment involved in the power generation plant is eligible.
5	The maintenance, repair, testing or servicing of machinery of any description or vehicles or vessels or motor boats or trailers or tractors	The Fixed Capital Investment involved in the land, building and tools / equipment is eligible.

6	Assembling, repairing or packing any article with the aid of machinery or power	The Fixed Capital Investment involved in the land, building & machinery/ equipment is eligible.
7	Fishing or providing shore facilities for fishing or maintenance thereof	The Fixed Capital Investment involved in land, building and equipment is eligible.
8	Providing weigh bridge facilities	The Fixed Capital Investment involved in the land, building and equipment is eligible.
9	Providing engineering technical, financial, management, marketing or other services or facilities for industry	The Fixed Capital Investment involved in the land, building and Tools /Equipment is eligible.
10	Providing medical, health or other allied services	The Fixed Capital Investment involved in the land, building and Hospital equipment is eligible.
11	Providing software or hardware services relating to information technology, telecommunications or electronics including satellite linkage and audio or visual cable communication	a)The Fixed Capital Investment involved in the land, building and equipment is eligible. b) Original software for one time purchase which are related to enterprise line of activity is also eligible.
12	Setting up or development of tourism related facilities including amusement parks, convention centers, restaurants, travel and transport (including those at airports), tourist service agencies and guidance and counseling services to the tourists	The Fixed Capital Investment involved in the land, building and equipment is only eligible.
13	Construction	The Fixed Capital Investment involved in the “construction equipment only” is eligible.

14	Development, maintenance and construction of roads	The Fixed Capital Investment involved in the equipment used for laying the Road is eligible i.e Road rollers, Pavers etc. The equipment financed by scheduled commercial banks only is eligible. No second hand M/c is eligible.
15	Providing commercial complex facilities and community centres including conference halls and also service apartments	The Fixed Capital Investment involved in the land, building is eligible. The other essential facilities required for complexes are also eligible. Purchase of any single floor / viable part of the facility/commercial complex are also eligible. The facility created should be in the name of the entrepreneur or enterprise for a minimum period of six years. The service apartments fully furnished apartments available for long term stays.
16	Floriculture	The Fixed Capital Investment involved in the land, building and equipment is only eligible.
17	Tissue culture, fish culture, poultry farming, breeding and hatcheries	The Fixed Capital Investment involved in the land, building and equipment is only eligible.
18	Service industry, such as altering, ornamenting, polishing, finishing, oiling, washing, cleaning or otherwise treating or adapting any article or substance with a view to its use, sale, transport, delivery or disposal	The Fixed Capital Investment involved in the land, building and equipment is only eligible.
19	Research and development of any concept, technology, design, process or product, whether in relation to any of the matters aforesaid, including any activities approved by the Small Industries Development Bank of India (SIDBI)	The Fixed Capital Investment involved in the land, building and equipment is only eligible.

20	Such other activity as may be approved by the Small Industries Development Bank of India (SIDBI)	The Fixed Capital Investment involved in the land, building and equipment is only eligible.
----	--	---

- In case of vehicles which do not require RTA registration (for ex proclaimers operating on chain rather than on tyres) a multidisciplinary committee consisting of representatives of GM/DIO,DIC, Commercial taxes Department and financing banker will inspect the unit and compute the eligible investment subsidy. The financing banker should not release the hypothecation of the vehicle within 6 years of commencement of operations of the unit even if the loan is cleared. If loan is repaid fully before 6 years the vehicle should be kept under the hypothecation of the GM/DIO, DIC for the remaining part of 6 years period.
- Harvesters are also eligible for incentives (subject to submission of non- availment of incentives certificate from Agriculture Department)
- Two and Three wheelers are not eligible for any type of incentives under Industrial Development Policy 2023-27,except three-wheeler electric autos promoted.

ANNEXURE - IV

COMMON APPLICATION FORM FOR SANCTION OF INCENTIVES

(Fields will be auto populated wherever applicable)

1. Personal Details

1.1.	Promoter's/Managing Director's Name	Mr./ Ms. / Mrs.	
1.2.	Father's/Husband's Name	C/O/ W/O S/O D/O	

1.2 Office Address

1.2.1.	Plot/Survey No.	
1.2.2.	Street/Village Name	
1.2.3.	City/Town	
1.2.4.	Country	
1.2.5.	State	
1.2.6.	District	
1.2.7.	Pin Code	
1.2.8.	Email ID	
1.2.9.	Telephone Number (Including STD and ISD Code)	

(Aadhaar of Proprietor in case of Proprietorship, Managing Director in case of partnership firm, Company (LLP), cooperative society, Trust)

2. Enterprise Name

2.1	Name of the Enterprise	
-----	------------------------	--

3. Enterprise Location & Details

3.1.	Plot/Survey No.	
3.2.	Street/Village Name	
3.3.	City/Town	
3.4.	District	
3.5.	Mandal	
3.6.	Pin Code	
3.7.	Email Id	
3.8.	Telephone Number	
3.9.	Fax	
3.10.	PAN	
3.11.	GST Number	
3.12.	Nature of Enterprise	
3.13.	GST Certificate	

4. Details of Managing Director's/Director/Partners

S.No.	Name	Gender	Physically Handicapped	Community	Share (in %)

4.1 Caste Certificate (Upload)**5. Employment Information (Full-Time Employees)**

Employment Category	Male (No's)	Female (No's)	Total (No's)

Management & Staff			
Supervisors			
Workers			
Total			

6. Enterprise Information

6.1.	Sector of Enterprise	
6.2.	Type of Enterprise	
6.3.	Total Investment (Plant & Machinery) (in INR Lakhs)	
6.4.	Category of Enterprise	
6.5.	Type of Registration	
6.6.	Registration Number	
6.7.	Date of Registration (DD/MM/YYYY)	
6.8.	Major Line of Activity	
6.9.	Date of Commencement of commercial production (DD/MM/YYYY)	
6.10.	Type of Land	
6.10a	Date of Lease/Sale Agreement/Sale Deed	
6.10b	Lease applicable till (DD/MM/YYYY)	

Uploads - Registration Certificate & Land Lease/ Sale Agreement / Sale Deed

7. GST Return Details for the First Month of Production

7.1.	Date of First Sales Bill (DD/MM/YYYY)	
7.2.	Date of Return Filing (DD/MM/YYYY)	
7.3.	GST Paid (in INR)	
7.4.	Payment Receipt Number	

Uploads – First Sale Bill & First Sales Return**8. Status of Enterprise**

Status of Enterprise	New/ Expansion/ Diversification/ Modernisation
-----------------------------	---

9. Line of Activity

S.No.	Line of activity	Units	Annual Capacity	Value (in Lakhs)

9.1 Expansion/ Diversification/ Modernisation :

	Line of activity	Units	Annual Capacity	% of increase under expansion/ Diversification/ Modernisation
Existing Enterprise				
Expansion/ Diversification/ Modernisation				

10. Expansion/ Diversification/ Modernisation:

Nature of Assets	Existing Enterprise	Under expansion/ Diversification/ Modernisation	% of increase under expansion/ Diversification/ Modernisation
Land			

Buildings			
Plant & Machinery			
Total			

11. Financing of Enterprise

Financing of Enterprise	Bank and NBFC/ Self-Financed
-------------------------	------------------------------

11.1 Uploads:

A. Banks & NFC

1. Statement of Accounts (including machinery)
2. Term Loan Sanction Letter
3. Civil Engineer Certificate on civil works (Please refer **ANNEXURE – XV** for the requisite format)
4. Board resolution/ partnership deed
5. Second hand machinery certificate (certified by CA &CE)
6. Self-fabricated machinery (Please refer **ANNEXURE – XVII** for the requisite format)
7. Bills and invoices
8. Power Release certificate
9. DCP Certificate by GM/ Udyam Registration

B. Self-Financed

1. Machinery certificate (Please refer **ANNEXURE – XVIII** for the requisite format)
2. Second hand machinery certificate (certified by CA &CE)
3. self-fabricated machinery (Please refer **ANNEXURE – XVII** for the requisite format)
4. Civil Engineer Certificate on civil works (Please refer **ANNEXURE – XV** for the requisite format)
5. Power release certificate
6. Board resolution/ partnership deed
7. Bills and invoices
8. DCP Certificate by GM/ Udyam Registration

C. Other Documents:

1. GST Registration (wherever required)
2. Registered land lease/ sale agreement
3. 1st sale bill
4. 1st sales return (1st months sales return)
5. Caste certificate in case of SC/ST/BC/Minorities
6. Partnership deed/ Certificate of Incorporation
7. All the required documents as per Check slip (Annexure- XX) for the first time of the claim

11.2. Details of Financial Institution and Loan amounts (Only for Banks & NBFCs)

Term loan sanction	Name of Financial Institution	Branch & Address of Financial Institution	Date of Filing of Application (DD/MM/YYYY)	Sanction Reference Number	Date of Sanction (DD/MM/YYYY)	Amount Sanctioned

11.3. Project Cost, Loan Sanctions and Release, Assets Acquired (in Lakhs) (Only for Banks & NBFCs)

Nature of Asset	Approved Project Cost	Quantum of Loan Sanctioned	Enterprise Share	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired.
Land							
Buildings							
Plant & M/c.							
Machinery Contingencies							

Erection							
Technical know-how, feasibility study							
Working capital							
Total							

11.4. Details of machinery

S.No	Name of the machine with specifications	Condition of Machine	Imported directly by entrepreneur	Name of Supplier	Supplier GST Number	Date of placement of order (DD/MM/YYYY)	e- wayBill No	Bill Date (DD/MM/YY YY)	Amount of the bill including freight, Insurance, taxes, etc. (in lakhs)

Upload option is provided for investors with a lot of equipment in excel as per the table format

12. Power Details

S.No.	Source of Power	Service Connection No.	Total Power Connected	Units	Date of Power Connection (DD/MM/YYYY)

13. Details on incentives availed from Govt. of India

Have you availed any incentives from Govt. of India	Yes/No
---	--------

If Yes:

S.No.	Scheme	Incentive Type	Incentive Amount	Incentive Application Date (DD/MM/YYYY)	Incentive Sanction Date (DD/MM/YYYY)	Name of Lead Banker

Declaration: I/We hereby declare that information provided on incentives availed from Govt. of India is complete. Any deviation from information provided shall make me liable for legal action as specified under respective acts/codes and rules including withdrawal of incentive specified under respective acts.

14. Special GO from Govt. of Andhra Pradesh

Have you availed any special GOs from Govt. of Andhra Pradesh	Yes/No
---	--------

If Yes:

(Upload GO)

15. Bank Details (for incentives disbursement)

Type of Account	Bank Name	Branch	IFSC Code	Account No.	Re-enter Account No.	Upload Canceled cheque leaf

Note: Investor can enter multiple bank accounts such as term loan account, workingcapital loan account etc.

16. Other Details

S.No	List of Categories	Yes/No	Date	Upload Document	Remarks
------	--------------------	--------	------	-----------------	---------

1.	Has there been a break in production of the enterprise?				
2.	Has the enterprise been purchased from other sources?				
3.	Has there been a merger of the enterprise?				
4.	Has there been an amalgamation of the enterprise?				
5.	Has there been a change in management of the enterprise?				
6.	Does Enterprise have any additional Line of Activity?				
7.	Whether enterprise separate Identifiable Investment?				

DECLARATION

1. I / We hereby confirm that the contents of the claim application are true to the best of my our knowledge.
2. I am authorized to file this application and I will take full responsibility of the information mentioned. I /We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for. I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the incentives amount are found to be disbursed in excess of the amount admissible whatsoever the reason.
3. Authorization by the other Partners/Board of Directors Resolution wherein the Name, Designation and signature are attested.
4. I / We abide by the provision under APIDP 2023-27, State Incentives and further abide by the changes / modifications made by the State Government. I / We also abide by the decisions of Industries &Commerce Department.
5. I / We shall not change the location of the whole or part of the industrial Enterprise or effect any substantial contraction or disposal of substantial part of its total capital investment within a stipulated

period from the DCP.

6. I / We assure that the State incentives applied for will be used solely for the development of the Enterprise and shall produce utilization certificate to the District Industries Centre (DIC) within one year and furnish annual progress report and certified copy of audited accounts to the DIC for a stipulated period from the DCP.
7. If the amount of Investment Subsidy is found to be disbursed in excess of the amount actually admissible whatsoever the reason, I/We hereby agree that I/We shall forthwith repay the amount released to me/us under the scheme.
8. In case a claim is made as a Benami as defined under Benami Transactions Act 2016, I understand that action shall be taken against me as per respective provisions of the act.
9. In case of wrong claim, I shall repay the entire amount of Concession(s) availed under APIDP 2023-27 in lumpsum with prevailing interest.
10. I / We shall agree that apart from other consequences, I / We will forego the eligibility for the continuance of incentives and other financial concessions for further years if these incentives / financial concessions were obtained by misrepresentation of facts or in case of misutilization. I / We not only agree to pay back these incentives / financial concessions but also authorize State Government to call back the same through summary proceedings under the provisions of Andhra Pradesh R.R. Act, 1864.

ANNEXURE-V

SELF-COMPUTATION SHEET FOR ELIGIBLE INVESTMENT SUBSIDY DETAILS

(Fields Will Be Auto - Populated If Applicable)

Details of Land Purchased

S.No	Area (in sqm)	Value as per approved project cost (in INR)	Purchase Value (in INR)	Stamp Duty (in INR)	Registration Fees (in INR)	Building Plinth Area (in Sqm.)	Eligible Value of Land (in INR)

Details of Factory Building

S.No	Item	Actual Cost as per Civil Engineer Certificate	Cost as per APSFC Rates	Calculation Details as per APSFC Rates
1	Main factory shed			
2	Raw material and finished products godown			
3	Office room and lab room			
4	Cooling water ponds			
5	Boiler shed and generator Room			
6	Effluent treatment ponds, etc.			
7	Overhead tanks,pump house and sump			
8	Fencing and gate			
9	Bore-wells			
10	Architect fees and supervision Charges			
11	Compound wall			
12	Canteen			
13	Workers rest room			
14	Time office			

15	Cycle/vehicle stand			
16	Security shed			
17	Toilet room & sanitary fittings			
	Total			

Documents

Civil Engineer Certificate (Please refer ANNEXURE – XV for the requisite format)	(Upload)
Approved Area Certificate by Town & Country Planning	(Auto populated)
Chartered Engineer Certificate for Self-Fabricated Machinery (Please refer ANNEXURE – XVII for the requisite format)	(Upload)

Details of Machinery

S.No	Name of the machine with specifications	Condition of Machine	Imported directly by entrepreneur	Name of Supplier	Supplier GST Number	Date of placement of order (DD/MM/YY YY)	e-way Bill No	Bill Date (DD/MM/YYYY)	Amount of the bill including freight, insurance, taxes, etc. (in lakhs)

Have you availed any special GO from GoAP: Yes/No

If Yes,

1. Eligible investment subsidy % as per GO:
2. Upload the GO: (Auto populated) If No,
3. Eligible investment subsidy % as per applicable policy:

Total Eligible Value of Plant and Machinery (in INR): (Auto populated)

Computed Cost for Land, Factory and Machinery

S.No.	Parameter	Value in Rupees
1	Eligible cost of land for investment subsidy	
2	Eligible cost of factory, building for investment subsidy	
3	Eligible cost of machinery for investment subsidy	
4	Total eligible capital investment	
5	Eligible investment subsidy in %	
6	Eligible investment subsidy in % as per the application date	
7	Total Eligible investment subsidy (Value)	

ANNEXURE-VI

SELF-COMPUTATION SHEET FOR THE REIMBURSEMENT OF STAMP DUTY / LAND CONVERSION

(Fields will be Auto - Populated wherever it is applicable)

Document No.	Amount of Stamp Duty Transfer duty & Mortgage duty Paid (In INR)	Date of Payment of Stamp Duty ,Transfer duty & Mortgage duty (DD/MM/YYYY)	Registered Land sale Deed/ Lease Deed/Transfer Deed/ Land Conversion / Mortgage Documents	Payment Receipt Numbers	Payment Receipt
			(Upload)		(Upload)

1	Area of the land Purchased (as per registered sales deed) (in Sq.Mts)	
2	Plinth area of the building (as per approved building plan) (in Sq.Mts)	
3	Five times of the plinth area of factory buildings (in Sq.Mts)	(Auto Populated)
4	Eligible area for reimbursement beyond 5 times plinth area (in Sq.Mts)	
5	Reasons for increase in plinth area	
6	Nature of transactions/deed registered for industrial use (sale/lease-cum- sale Transfer deed/financial deeds and mortgages etc.)	
6.1	Purchase value of land as per document	
7	Date of registration (DD/MM/YYYY)	
8	Name of Sub-Registrar Office, where registered	
9	Details of payment of stamp Duty	
10	% reimbursement of stamp Duty	(Auto Populated)
11	Applicable stamp duty reimbursement amount	(Auto Populated)

Land Conversion Details (Auto – Populated if applicable)

12	Land Conversion charges paid	
13	Date of payment of land conversion	
14	Payment Receipt No	
15	RDO Copy for Land Conversion	(Upload)
16	Payment Challan	(Upload)
17	% reimbursement of land conversion charges	(Auto Populated)
18	Have you availed any special GO, if Yes, upload	(Upload)
19	Applicable land conversion reimbursement amount	(Auto Populated)
20	Final Eligible Land Conversion incentive amount to be Reimbursed	(Auto Populated)

Land Cost Details

21	Date of payment of land cost	
22	Payment Receipt No.	
23	% reimbursement of land cost	
24	Have you availed any special GO, if Yes, upload	(Upload)
25	Applicable land cost reimbursement amount	(Auto Populated)
26	Final Eligible Land cost incentive amount to be Reimbursed	(Auto Populated)

ANNEXURE- VII

SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF FIXED POWER COST

(Auto - Population of data wherever it is applicable)

1	Industrial Service Connection Number	
2	Category of Connection (LT/HT)	
3	Connected Power Load at the time of DCP (in KVA)	
4	Power Release Date (DD/MM/YYYY)	
5	Have you availed any special GO from Government of Andhra Pradesh	
6	Eligible Rate per Unit (As per the GO Uploaded)	
7	Upload Relevant GO	

S N o.	Source of Power	Month to be Applied	Year to be Applied	Units Consumed as per Power Bill	Light & Fans and Colony Consumption Units	Eligible Units as per Bill	Rate per Unit	Amount Paid as per Bill	Eligible Rate of Incentive	Eligible Incentive Amount	% of Eligible Incentive Amount	Power Receipt	Power Bill

Final eligible incentive amount to be reimbursed : (auto populated) Select Bank Account:

ANNEXURE- VIII

SELF-COMPUTATION SHEET FOR ELIGIBLE INTEREST SUBSIDY REIMBURSEMENT

Enter Financial Institute Details	
Bank Name	
IFSC Code	
Bank Address	(auto populated based on IFSC Code)
Bank Proof	(Passbook/ Cancelled Cheque Leaf)
Account Number	
Loan Sanctioned Amount	
Date of Sanction	

(Can add multiple banks)

Details of Financial Institutions						
S.No	Bank Name	Bank Address	Proof	Account No.	Loan Sanctioned (in INR)	Date of Sanction
(Auto population of data where ever it is applicable)						

Upon clicking each bank:

S.No	Date of disbursement of term loan	Loan Amount disbursed (in INR)	Remarks

- 1) Is moratorium period applicable: Yes/No
- 2) Rate of Interest:
- 3) Repayment Instalment type: Monthly/ Quarterly/ Semi-Annual/ Annual
- 4) Total No. of Instalments:
- 5) Projected Instalment Amount:

6) Has the enterprise availed TUF subsidy from GOI: Yes/No

If Yes:

a) Amount of TUF subsidy sanctioned during the application period:

b) Data of sanction of TUF subsidy:

S.No	Date	Outstanding Term Loan due after repayment of instalment	Instalment No	Interest Payable as per projected instalment (in INR) (diminishing the principal amount)	Interest paid by the unit to the financial institution during the period	Eligible Interest Amount	Eligible Rate of interest per annum	Eligible amount applicable for subsidy	Eligible % as per application date	Final Eligible Amount of Reimbursement

7) Documents to be uploaded

- Interest Paid Certificate
- Loan Disbursement Certificate
- Bank Certificate on Status of Loan

For the above certificates, we shall approve standard certificates issued by bank on its official letterhead.

ANNEXURE – IX - A
SGST REIMBURSEMENT FORM

S.No.	Parameter	Value
1	Andhra Pradesh GSTIN	
2	Andhra Pradesh GST Registration Date	
3	GSTR 2A	
4	GSTR 3B	
5	Tax Paid Receipts	

Production Details for the Financial Year (20..... - 20.....)

S.No.	Line of Activity	Production Quantity in FY	Prevailing Tax Rate

Have you availed any special incentives from Government of Andhra Pradesh: Yes/ No If Yes, upload GO

SGST amount paid by the enterprise for financial year of goods manufactured by the enterprise in state of Andhra Pradesh (in INR) (As certified by the Commercial Tax Department).

S.No.	From	To	Input SGST Paid	Output SGST Paid	Net SGST	Eligible % of SGST	Eligible % of as per Application Date	Eligible SGST reimbursement amount

ANNEXURE –IX- B

FORM-A

**APPLICATION-CUM CERTIFICATION OF COMMERCIAL TAXES DEPARTMENT
SHOWING TAX PAID BY THE ENTERPRISE FOR AVAILING REIMBURSEMENT
UNDER INDUSTRIAL DEVELOPMENT POLICY (IDP)-2023-27**

(G.O. Ms. No. 22 Industries and Commerce (P&T) Department, dated. 19/03/2023)

YEAR - 20 - 20

To:

.....,

.....

Commercial Taxes Department

Sir,

I am to request you to Certify for applying reimbursement of Net SGST under the Industrial Development Policy 2023-27.

1. Name of the Enterprise/Industry and Address.

<i>Name of the Enterprise / Industry and address (Administrative office)</i>	

2. Name of the goods manufactured in Andhra Pradesh in his own Enterprise/industry.

Unit name:		
Item wise production details during the Year:	Units	Qty.
a)		
b)		
c)		
Total		

3. SGST paid by the Enterprise/industry under the Andhra Pradesh Goods and Services Tax Act, 2017 for the year: 20 - 20 (Three Units put together)

Sl.No	Description	Gross SGST Payable in Rs.	SGST Paid through ITC in Rs.	SGST Net Cash Paid in Rs.	Remarks
(a)	(b)	(c)	(d)	(e)	(f)
1-A	SGST paid on Goods Produced in the units to which incentives granted and sold				Eligible for incentive

4. Name of the Bank with its branch

Name and bank account No. through Which the payment was made:

5. R.C No. of the Dealer under the Andhra Pradesh Goods and Services Tax Act

I duly verify that all the facts and figures furnished above are correct.

Station :

Signature of Authorized Person
with Firm/Office Seal.

Date :

(Proprietor/Partner/Managing Director/Director)

(Strike out whichever is not applicable)

CERTIFICATE

It is certified that all the facts and figures furnished by the Enterprise is verified with the returns and found that the Net SGST Payable, SGST paid though ITC and SGST Net Cash paid for the year 20 - 20 are as under:

A.

Sl.No	Description	Gross SGST Payable in Rs.	SGST Paid through ITC in Rs.	SGST Net Cash Paid in Rs.	Remarks
(a)	(b)	(c)	(d)	(e)	(f)

1-A	SGST paid on Goods Produced in the units to which incentives granted and sold (other than paid under RCM)				Eligible for incentive
-----	---	--	--	--	---------------------------

Place:

Date:

**Signature of the Officer
(Concerned)
Official Seal**

Note: This application form, if photocopied must be exactly as per original & it must be bothsides of the page.

ANNEXURE: X

APPLICATION -CUM -VERIFICATION FORM FOR INTELLECTUAL PROPERTY ACQUISITION COST REIMBURSEMENT UNDER INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

1. (a) Name and Address of the
Enterprise : (Office & Factory Location(s))

(b) Telephone No. Factory & Office :

(c) E-mail :

2 UDYAM REGISTRATION No & Date :

3. Item(s) of manufacture/processing as
indicated in the UDYAMEGISTRATION
No.

4. Proof of functional status of the Enterprise as on the date of submission of
Application.

(In case of any dispute regarding IP Acquisition cost, the issue will be referred to SLC and the decision of SLC is final).

5. Details of IP Acquisition cost.

6. Name and address of the Agency/Organization:

7. Details of expenditure incurred for IP Acquisition, furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from Central Govt. (including DC-MSME /State Govt./ Financial Institution etc. for IP Acquisition (furnish an Undertaking / declaration (in original) from the Managing Director/ Proprietor/ Managing Partner of the Enterprise duly sworn before a Notary).

DECLARATION

(full name).....S/o.....Managing Director/ Proprietor / Managing Partner is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of IP Acquisition cost is found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

Upload documents:

- i) Udyam registration
- ii) Bills, Voucher along with payment proofs

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s(enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory _____ Name _____

Membership No. _____ Full address

Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAMREGISTRATION must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the Inspecting Officer:

(To be filled by concerned Inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name &
Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO with Office Seal.

Note: This application form, if photo copied must be exactly as per original & it must be both sides of the page.

ANNEXURE: XI

APPLICATION -CUM -VERIFICATION FORM FOR TECHNOLOGY UPGRADATION & ACQUISITION COST REIMBURSEMENT UNDER INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

1. (a) Name and Address of the Enterprise : (Office & Factory Location(s))
- (b) Telephone No. Factory & Office :
- (c) E-mail :

2 UDYAM REGISTRATION No & Date :

3. Item(s) of manufacture/processing as indicated in the UDYAM REGISTRATION No.

4. Proof of functional status of the Enterprise as on the date of submission of Application.

(In case of any dispute regarding Technology Upgradation & Acquisition cost, the issue will be referred to SLC and the decision of SLC is final).

5. Details of Technology Upgradation & Acquisition cost.

6. Name and address of the Agency/Organization:

7. Details of expenditure incurred for Technology Upgradation & Acquisition cost, furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.

8. Details of reimbursement/grant/subsidy already received, if any, from Central Govt. (including DC-MSME /State Govt./ Financial Institution etc. for Technology Upgradation & Acquisition cost (furnish an Undertaking / declaration (in original) from the Managing Director/ Proprietor/ Managing Partner of the Enterprise duly sworn before a Notary).

DECLARATION

(full name).....S/o.....Managing Director/ Proprietor / Managing Partner is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of Technology Upgradation & Acquisition cost is found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

Upload documents:

- i) Udyam registration
- ii) Bills, Voucher along with payment proofs

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s(enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____

Membership No. _____ Full address

Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAM REGISTRATION must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the Inspecting Officer:

(To be filled by concerned Inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name &
Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO with Office Seal.

Note: This application form, if photo copied must be exactly as per original & it must be both sides of the page.

ANNEXURE: XII
APPLICATION -CUM -VERIFICATION FORM FOR QUALITY CERTIFICATION
CHARGES UNDER INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

1. (a) Name and Address of the
Enterprise : (Office & Factory Location(s))

(b) Telephone No. Factory & Office :

(c) E-mail :

2 UDYAM REGISTRATION No & Date :

3. Item(s) of manufacture/processing as
indicated in the UDYAM REGISTRATION
No.

4. Proof of functional status of the Enterprise
as on the date of submission of Application.

(A certificate (in original) from State DI/GM, DIC Confirming functional status of the Enterprise at the time of acquiring ZED/BIS/ISO/HACCP/ any other authorized / certificate. In case of any dispute regarding the authenticity of certification and related activities, the cases will be referred to SLC and the decision of SLC is final.)

5. Details of ZED/BIS/ISO/HACCP/ any other authorized Certificate.

6. Name and address of certification agency:

The Certificate must have address of the site/location certified: Scope of certification, Certificate No, date of issue & period of validity (or date of expiry) Name & Logo & Number of the Accreditation Body/Board.

(Enclose an attested copy of the Certificate)

7. Details of expenditure incurred in acquiring ZED/BIS/ISO/HACCP Certificate (excluding Hotel & Travel expenses & Surveillance charges) Furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from Centre Govt. (including DC-MSME /State Govt./ Financial Institution etc. for acquiring ZED/BIS/ISO/HACCP Certificate (furnish, an Undertaking / declaration (in original) from the Managing Director/ Director Proprietor/Partner of the Enterprise duly sworn before a Notary.

DECLARATION

(full name).....S/o.....Managing Director/ Director Proprietor / Partner / Proprietor is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of Quality certification charges are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

Upload documents:

- i) Udyam registration
- ii) Bills, Voucher along with payment proofs

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s(enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are

verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____
Membership No._____Full address
Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAMREGISTRATION, ZED/BIS/ISO/ HACCP etc Certification must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the concerned inspecting officer:

(To be filled by concerned inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name&
Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO
with Office Seal.

ANNEXURE- XIII

Statement of Accounts & List of Machinery by Financial Institution(s)

(TO BE SUBMITTED ON OFFICIAL LETTERHEAD OF THE FINANCIAL INSTITUTION)

Account Statement:

1.	Name & Address of the Enterprise			
2.	Name &Address of the Financial Institution			
3.	Term loan sanction	Date of filling of Application	Date of Sanction	Amount Sanctioned (in Rs.)
	1st Loan			
	2nd Loan			
	3rd Loan etc.			

Project cost, loan sanctions and release, assets acquired (in Rs.)

Nature of Asset	Approve d Project Cost	Quantum of Loan Sanctione d	Enterpris e Share	Loan Receive d	Assets Acquire d to the extent of Loan Release d	Assets which form Part of approve d Project Cost but loan was not drawn	Total acquired .
Land							
Buildings							
Plant &M/c.							
Machinery contingencie s							
Erection							
Technical know- how,							

Nature of Asset	Approved Project Cost	Quantum of Loan Sanctioned	Enterprise Share	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired .
feasibility study							
Working capital							
Total							

If the Project cost is revised, the details. (in Rs.)

a) Date of Revision (DD/MM/YYYY): _____

Nature of Asset	Revised Approved Project Cost	Addl. Part of Approved Project Cost	Quantum of Addl. Loan Sanctioned	Quantum of Addl. Loan Received	Proportionate Asset Acquired to the Addl. Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total Assets acquired .
Land							
Buildings							
Plant & M/c.							
Machinery contingencies							

Nature of Asset	Revised Approved Project Cost	Addl. Part of Approved Project Cost	Quantum of Addl. Loan Sanctioned	Quantum of Addl. Loan Received	Proportionate Asset Acquired to the Addl. Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total Assets acquired .
Erection							
Technical know- how, feasibility study,							
Working capital							
Total							

a) Name of the Certifying Officer:

b) Designation :

Signature of the Certifying Officer Stamp with Designation

Financial Institution Seal

Machinery Statement:

Statement of plant & machinery including erection, freight transportation on which term loan was released and not utilized but they form part of approved project cost of M/s.

Sl. No.	Name of the machine with Specifications	Date of Placement of Order	Name of the Supplier	Date of the bill	e-way bill No.	Amount of the bill including freight, taxes, etc. (in Rs.)

For second-hand and self- fabricated machinery, enterprises should submit appropriate certificates. Standard templates are available on website for download.

Name of the Certifying Officer :

Designation :

Signature of the Certifying Officer with Designation

Financial Institution Seal

ANNEXURE - XIV– A APPLICATION FOR
DATE OF COMMENCEMENT OF COMMERCIAL PRODUCTION (DCP)

(Auto Populated wherever it is applicable)

Basic Details		
1	Enterprise Name	
2	Entrepreneur Name	
3	Type of Ownership (Proprietary/ Partnership/Pvt Ltd/ LLP etc)	
4	Aadhaar No	
5	PAN No	
6	GST Registration Number	
7	IEM Part I & II	
8	Type of Enterprise (Manufacturing/ Service)	
9	Sector	
10	Line of Activity	
11	Whether Seasonal Industry	Yes / No
Machinery Details		
1	Machinery Name	
2	Date of Purchase	
3	Date of Installation	
Location Details		
1	Location of the unit	
2	Mandal	
3	Address	
Cost Details		
1	Land Cost	
2	Building Cost	
3	Plant & Machinery Cost	
4	Total Cost	
Uploads		
1	Power Release Certificate	
2	First Power Bill	
3	Name board image of the enterprise	

4	Udyam/ IEM Part A/ Part B	
5	First Sales Returns	
6	First Sale Bill	

ANNEXURE - XIV – B



GOVERNMENT OF ANDHRA PRADESH

DEPARTMENT OF INDUSTRIES

CERTIFICATE OF DATE OF COMMENCEMENT OF COMMERCIAL PRODUCTION

This is to certify that the unit of M/s. **“Enter Unit Name”**, ADDRESS: **“Entrepreneur Name”**, h with Parishrama Aadhar No **XXXXXXXXXXXX** has commenced commercial production on **DD/MM/YYYY**. The details submitted by the applicant found **CORRECT**.

ENTERPRISE DETAILS

Line of activity	
Type of industry	
Category of enterprise (Micro / Small / Medium / Large / Mega)	
Date of first sale bill	
Date of power release certificate	

The Certificate is valid w.e.f. the date of commencement of commercial production unless and until withdrawn.

Date :

GENERAL MANAGER/ DIO

Place :

DISTRICT INDUSTRIES CENTRE

ANNEXURE-XV

Civil Engineer Certificate for Cost of Buildings and other Civil Works

I/We hereby certify that M/s. _____ (Name of the industrial Enterprise with complete address) has completed the civil works for an estimated cost of Rs. (in words)

_____. The value of item-wise cost of building and civil works is given below:

S.No.	Details	Plinth Area	Cost

Signature of Civil Engineer of Financial Institution or Chartered Engineer with Office Seal

ANNEXURE-XVI

Second-hand Machinery Certificate certified by Chartered Accountant & Chartered Engineer for all Enterprises

I/We hereby confirm that I/We have examined, and I/We certify that the following plant, machinery and equipment are purchased and installed by M/s _____ (enterprise) located at _____.

SECOND-HAND PLANT, MACHINERY & EQUIPMENT

S.No.	Name of Machinery/ Equipment	Date of Placement of Order	Name of Supplier	Address of Supplier	Supplier GST Number	e-way Bill No.	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)	Others

Total (Rs.)	Receipt No.	Date in token of receipt of amount by Supplier	Depreciated Value	Minimum Life (in years)	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm/ Office Seal

ANNEXURE-XVII

Self-fabricated Machinery Certificate certified by Chartered Accountant & Chartered Engineer for all Enterprises

I/We hereby confirm that I/We have examined and I/We certify that the following
plant, machinery and equipment are self-fabricated and installed by M/s _____ (enterprise) located at
_____.

SELF-FABRICATED PLANT, MACHINERY & EQUIPMENT

S.NO	Name and specifications of the item fabricated	Estimated Raw Material Cost (in Rs.)	Estimated Wages Paid (in Rs.)	Total Cost (in Rs.)	Minimum Life	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm/ Office Seal

ANNEXURE-XVIII**Machinery Certificate certified by Chartered Accountant & Chartered Engineer
for Self-Financed Enterprises**

I/We hereby confirm that I/We have examined and I/We certify that the following plant, machinery and equipment are purchased and installed by M/s _ (enterprise) located at ____.

NEW PLANT, MACHINERY & EQUIPMENT

S.No.	Name of Machinery/ Equipment	Date of Placement of Order	Name of Supplier	Address of Supplier	Supplier GST Number	e-way Bill No.	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)	Others

Total (Rs.)	Receipt No.	Date in token of receipt of amount by Supplier	Depreciated Value	Minimum Life (in years)	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm / Office Seal

ANNEXURE-XIX**ANNUAL PERFORMANCE REPORT**

(Fields will be auto populated wherever is applicable)

Name of the Enterprise	
Financial Year	

SL No	Parameter	Value
1	IEM Part B / UDYAM / (Registration No)	
2	Incentives Received	
	Capital / Investment Subsidy Received in INR`	
	SGST Reimbursement Received in INR`	
	Power Cost Reimbursement Received in INR`	
	Stamp Duty Reimbursement Received in INR`	
	Land Cost Reimbursement in IE / IDA/ IPs Received in INR`	

SL No	Parameter	Value (Yes / No)
1	Break in Production / Management	

If Yes

Time Period of Break in Production and Reasons

From	To	Reasons

Details of Production and Capacity

Details	Quantity	Units	Value
Production			

Details	Quantity in Units	Percentage
Installed Capacity		
Operational / Utilizing Capacity		

Details of Employment

Details	Permanent		Temporary	
	Male	Female	Male	Female
Employment				

Details of Financials

Details	Value (In Lakhs)
Total Investment	
Net Turnover	

Quality certification Details

Details	(Yes / No)

Quality Certification	
------------------------------	--

Place :
Date :

Signature of Authorised Person with Firm/Office Seal

ANNEXURE-XX

TO BE FILED BY APPLICANT

CHECK - SLIP

1.0. Document Enclosed

- 1.1. Certificate from the financing institution concerned showing term loan released and the value of assets acquired as on prior to filing of claim/within 6 months from the date of commencement of commercial production whichever is earlier together with other details and machinery statement as a statement of account in the form prescribed with attested copies of bills in case of institutionally financed Enterprises/industries.

OR

List of Plant & Machinery & Equipment purchased and installed in the prescribed form with attested copies of bills and payment proof in respect of self financed Enterprises/industries.

- 1.2. Caste Certificates issued by M.R.Os concerned in case of BC/Minority/ SC/ST Entrepreneur Yes/No/N.A

- 1.3. Certificate from the Chartered Accountant and % of holding of equity in the company by each partner/director. Yes/No/N.A

- 1.4. Regd. Partnership Deed/Articles of Association and Memorandum of Association in case of Pvt. Ltd and Limited companies along with incorporation certificate/ Bye-laws in case of Indl. Cooperative along with Registration Certificate. Yes/No/N.A

2.0. Documents in original to be produced to the inspecting officer of DIC for verification (tick appropriate)

- 2.1. Approval of Director of Factories Yes/No/N.A

- 2.2. Boilers Certificate Yes/No/N.A

- 2.3. Approval of Director of Town & Country Planning / UDA Yes/No/N.A

- 2.4. Regular building plans approval of Municipality or Gram Panchayat. Yes/No/N.A

- 2.5. Consent for Operation from APPCB/Acknowledgement from the General Manager, DIC concerned Yes/No/N.A

- 2.6. Power release Certificate from APTRANSCO/DISCOM Yes/No/N.A

- 2.7. Environmental clearance Yes/No/N.A

- 2.8. Other statutory approvals (specify) Yes/No/N.A

- 2.9. Udyam Registration /IEM-Part-A/IL Yes/No/N.A

- 2.10. Udyam Registration /IEM-Part-B/IL Yes/No/N.A

- 2.11. Acknowledgement of DCP by GM/DIO,DIC Yes/No/N.A

- 2.12. Project Report Yes/No/N.A

- 2.13. Term loan sanction letters Yes/No/N.A

Board Resolution authorizing to sign and file claim etc., in case of Pvt./Ltd., Companies, Cooperatives and similar

- 2.14. authorization in respect of partnership firms. Yes/No/N.A

- 2.15. Registered land Sale deed/Premises Lease deed Yes/No/N.A

- 2.16. C.A. and C.E. Certificate regarding 2nd hand plant & machinery Yes/No/N.A

- 2.17. C.E. Certificate for self fabricated machinery Yes/No/N.A

- 2.18. ZED/BIS Certificate Yes/No/N.A

2.19. Drug License	Yes/No/N.A
2.20. Explosive License	Yes/No/N.A
2.21. GST Certificate	Yes/No/N.A
2.22 Form - A	Yes/No/N.A
2.23 Form - B	Yes/No/N.A

N.A: = Not Applicable

Signature of Authorized Person with firm / Office Seal

REMARKS OF THE INSPECTING OFFICER

Verified all the above documents submitted by the Entrepreneur and found correct.

Signature of Inspecting Officer with Designation/ General Manager.

ANNEXURE-XXI

VERIFICATION CUM RECOMMENDATION OF INSPECTING OFFICER

- 1.1. Name and Address of the Industry
- 1.2. Name of the Inspecting Officers :
- 1.3. Designation :
- 1.4. Date(s) of Inspection :
- 1.5. Constitution : Proprietary/Partnership/Pvt Ltd./Limited/Coop.
- 1.6. Person (from Industry) present at the time of Inspection. :
- 1.7. Status of the Industry/Enterprises : New/Expansion/Diversification

2.0. Verification certificate

Certified that contents of the claim under Investment Subsidy application and the document indicated in Check-Slip of this claim application were verified and found correct. The plant and machinery and equipment was physically verified as per the statement of machinery and found them duly installed and put on work . Further certified that the fixed assets claimed for incentives are essentially required for carrying the production in which the industry is engaged in.

3.0. Project Details:

3.1. New Enterprise.

Line of activity	Unit	Installed capacity	Value

3.2. Expansion / Diversification/Modernisation Project

	Line of activity	Installed Capacity (in units)	% of increase under Expansion/ Diversification Project
Existing Enterprise			
Expansion/ Diversification/ Modernisation Project			

3.3.Fixed Capital Investment of the Existing / Expansion / Diversification/ Modernisation Project (in Rs.)

Nature of Assets	Existing Enterprise	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			
Plant & Machinery(Tractor & Trailer)			
Total			

3.4	Date of commencement of production	
3.5	Date of receipt of claim application	
3.6	Date of issue of Regd. Notice calling shortfall documents/information	
3.7	Date of claim taken to call book due to non-Receipt of shortfalls documents	
3.8	Date of receipt of shortfall documents/information.	

4.0.0.Capital cost computed & recommended in Rs.

4.1.0. Land:

4.1.1.	<u>Extent in Sq.Mtrs</u>	<u>Built up area in Sq.Mtrs</u>	<u>5 times built up area in Sq.Mtrs</u>	<u>Extent eligible in Sq.Mtrs</u>

4.1.2 Claim application submitted by the Enterprise for reimbursement of Stamp Duty: Yes / No.

4.1.3 Claim application submitted by the Enterprise for reimbursement of Stamp Duty: Yes / No.
(if, the Enterprise submitted the claim applications for sanction of Stamp Duty or Land cost the GM, DIC concerned should deduct the value of the same from the computation of the land cost)

(in Rupees)

4.1.4.	Land cost	Stamp duty	Regn. Fees	Total	Approved Project cost	Proportionate eligible value
4.1.5	Computed cost					

4.2.0.Building and other civil works:

4.2.1.Approved Project cost : Rs. NA

4.2.2	Value of the items..... to of guideline	Plinth area	Rate as per the APSFC norms in Rs.	Value
	Total value of 100 % Items			
4.2.3	Value of the items..... to and similar items of guidelines not to exceed 10% of the total value of the civil works.			
				Rs.
4.2.4	Total value 10% Items			Rs
4.2.5	Grand Total Value 100% + 10% Items			Rs.

4.2.6	Computed cost :	
-------	-----------------	--

4.3.0 Plant and Machinery and Equipment (PM&E) :

4.3.1.	As per approved project cost	As per list of Plant & Machinery	Tech.Know how and study and turnkey charges not to exceed 10% of PM & E	2 nd hand machinery Value	% of 2 nd hand Machinery	Total
4.3.2	Computed Cost:					

4.4.0.Total Cost computed:

(In Rupees)

4.4.1	Land (4.1.5)	
	Buildings (4.2.6)	
	Plant & Machinery (4.3.2)	
	Total	

5.0 Recommended for sanction of investment subsidy mentioned below:

Investment Subsidy

5.1. Investment Subsidy: Rs.

--	--	--	--	--	--	--	--	--	--

(Rupees (in words).....only)

Signature of Inspecting Officer with Designation

(On Rs.100/- Non-Judicial Stamp Paper)

AGREEMENT BOND

This agreement bond is executed on this__day of____, 20__by____S/o.____ carrying on the activity _____in the name and style of **M/s.**_____(Hereinafter referred to as the grantee) in favour of the government of Andhra Pradesh (herein after called in Government) and witness as follows.

Whereas the grantee has applied to the GM/DIO, DIC.....for grant of (type of subsidy).....

Whereas the said GM/DIO, DIC/Commissioner of Industries/ Director of Industries, Andhra Pradesh by his Lr.No....., Dated:..... has sanctioned Investment Subsidy/Reimbursement of power cost/ Reimbursement of Net SGST/ if any of Rs...../-(Rupees.....only) under the provisions as provided in GO Ms No:, dated:..... to the grantee for the purpose of this industry/ enterprise.

In consideration of the Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any of Rs.__/-(Rupees _____ only) sanctioned as per the letter No.____, Dated: _____of the Commissioner of Industries/ Director of Industries, Andhra Pradesh (the receipt whereof the grantee hereby acknowledge) the grantee hereby covenants as follows:

1. If the Government are satisfied that the subsidy has been obtained by his representation as to essential facts furnishing of false information or if the unit goes out of production/Sale of Asset(s)/ within stipulated period after commencement or if the Ownership/Management of the unit is transferred /Changed without prior permission of Commissioner of Industries/ Director of Industries; the Government has the right to claim refund of the Investment Subsidy/Reimbursement of power cost/reimbursement of sales tax/if any of **Rs.____/-(Rupees____only)** paid to the grantee, together with such interest as the Government may charge.
2. The Grantee shall not change the location of the whole or part of the industrial unit or effect any substantial construction or disposal of substantial part of its total capital investment mentioned in Schedule 'A' below within period of stipulated period after the unit commences production.
3. The Grantee shall furnish to the Government a valid certificate of utilization of the grant of **Rs.____** for the purpose for which it was given within a period of one year from the date of receipt of the final installment.
4. The grantee shall submit annual progress report and certified copy of audited accounts to the

Government for a period of stipulated period after the unit commences production.

5. The grantee shall ensure that Rs.____utilized for any purpose other than the one mentioned above, the grantee shall refund to the Government such portion of the subsidy as may be determined by Government.
6. If the grantee fails to make such refund the Government may recover such amounts of if it were arrears of land revenue under the Andhra Pradesh Revenue Recovery Act 1864.

SCHEDULE 'A'

(Particulars of underappreciated value of Land, Building and Plant and Machinery and equipment)

a) Land	:
b) Building	:
c) Plant & Machinery equipment	:
Total	:

In witness where of the Grantee has here into set his hand on the __day of__, 20__first above written

Signature of the Grantee

Witness with Address:

- 1.
- 2.

ADVANCED STAMPED RECEIPT

Received to a tune of Rs...../- (RupeesOnly) towards Investment Subsidy/
Reimbursement of Power cost/ Reimbursement of Net SGST/if any, sanctioned to
M/s.....vide letter No:....., dated: of GM/DIO,DIC.....,
/Commissioner of Industries/ Director of Industries, Andhra Pradesh under GO Ms No:,
dt:.....to Bank Account through CFMS.

Authorized Signatory
(On Re.1/- Revenue Stamp)

ASSIGNMENT LETTER

We wish to state that we have not obtained Bridge loan from any bank or financial Institution against the Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any, sanctioned under G.O.Ms.No: , Dated . We have availed the term loan from..... Kindly transfer the money towards payment of sanctioned Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any, to us through the Bank as details given below:

Sl. No.	Details	Bank and Account details
1	Name of the Bank	
2	Branch name & Address	
3	Account No.	
4	Account type (Term Loan / CC/SB Account)	
5	IFS Code	

Note: The unit holder should submit Term Loan Account. If it is CC/SB Account No., the unit holder should upload NOC along with certification (i.e Term loan closure/ incentives sanctioned amount is more than term loan balance outstanding) from Financial Institution. If any, deviation, the unit holder held responsible and the released incentives amount will be recovered.

Place:

Date:

Authorized Signatory

UTILISATION CERTIFICATE

1. Name of the Enterprise/Industry with address :
2. Udyam Registration / IEM/IL (Registration No. and Date) :
3. Type of sanctioned incentives/concessions :
4. Sanction Letter No. :

Date :

Amount in Rs. :

5. Incentive amount received :

Date :

Amount in Rs. :

Certified that the said _____ incentives/concessions received by us has been fully utilized for the purpose for which it was sanctioned towards the development of the enterprise/industry as detailed below.

	Purpose	Amount utilized
1.		
2.		
3.		

Place :

Date :

Signature of the Authorized Person
with the Firm/Office Seal.

ABBREVIATIONS

AP	Andhra Pradesh
ALEAP	Association Of Lady Entrepreneurs of A.P
APEPDCL	AP Eastern Power Distribution Company
APCPDCL	AP Central Power Distribution Company
APSPDCL	AP Southern Power Distribution Company
APTRANSCO	Transmission Corporation of Andhra Pradesh
APIIC	Andhra Pradesh Industrial Infrastructure Corporation
APPCB	Andhra Pradesh Pollution Control Board
APRs	Annual Performance Reports
APSCCFC	Andhra Pradesh Scheduled Castes Co-operative Finance Corporation
APSFC	A.P. State Financial Corporation
BCs	Backward Castes
BIS	Bureau of Indian Standards
C.A.	Chartered Accountant
CEMS	Continuous Emission Monitoring System
CFMS	Comprehensive financial Management System
CII	Confederation of Indian Industry
CMD	Contract Maximum Demand
CRDA	Capital Region Development Authority
CST	Central Sales Tax
DCP	Date of Commencement of Commercial Production
DIC	District Industries Centre
DIO	District Industrial Officer
DICCI	Dalit Indian Chamber of Commerce & Industry
DIEPC	District Industrial and Export Promotion Committee
DISCOM	Distribution Company
EOT Crane	Electric Overhead Travelling crane
FAPSIA	Federation of A.P. Small Industries Association
FSME	Federation of the Small and Medium Enterprises
FTWZs	Free Trade and Warehousing Zones
GM	General Manager
GoAP	Government of Andhra Pradesh
GOI	Government of India
GRIHA	Green Rating for Integrated Habitat Assessment
HACCP	Hazard Analysis and Critical Control Points
HOT crane	Hydraulic Overhead Travelling Crane
IDP	Industrial Development Policy
IEM	Industrial Entrepreneur Memorandum
IEs	Industrial Estates

IGBC	Indian Green Building Council
IIDF	Industrial Infrastructure Development Fund
IL	Industrial License
IPO	Industrial Promotion Officer
IPs	Industrial Parks
ISO	International Organization for Standardization
ITIs	Industrial Training Institutes
MDC	Multi-Disciplinary Committee
MSEs	Micro and Small Enterprises
MSMEs	Micro, Small & Medium Enterprises
MSMED Act, 2006	Micro, Small and Medium Enterprises Development Act,2006
MSME- DFO	Micro, Small & Medium Enterprises Development & Facilitation Office
NALA Tax	Non-Agricultural Land Assessment (NALA) Tax
NOC	No Objection Certificate
OEM	Original Equipment Manufacturers
PAN	Permanent Account Number
PPP	Public Private Partnership
R&D	Research & Development
RECs	Rural Electrical Companies
RoC	Registrar of Companies
RR Act	Revenue Recovery Act
RRB	Regional Rural Bank
RTA	Road Transport Authority
SC/ST	Scheduled Caste/Scheduled Tribe
SCSP	Scheduled Caste Sub Plan
SGST	State Goods and Services Tax
SIDBI	Small Industrial Development Bank of India
SIPB	State Investment Promotion Board
SLBC	State Level Bankers Committee
SLC	State Level Committee
SSC	Standing Scrutiny Committee
SVC	Scrutiny/Verification Committees
TSP	Tribal Sub Plan
TUF	Technology Up gradation Fund
VAT	Value Added Tax

Industrial Development Policy 2023-27

Operational Guidelines

Module-I

Sanction & Disbursement of Incentives

S.NO.	TITLE	PAGE NO.
1	INTRODUCTION	5
2	APPLICABILITY OF INCENTIVE SCHEME UNDER INDUSTRIAL DEVELOPMENT POLICY 2023-27	5
3	DEFINITIONS	6
3.1	Industrial Development Policy 2023-27	6
3.2	Eligible Enterprise	6
3.3	New Enterprise	6
3.4	Micro Enterprise	6
3.5	Small Enterprise	7
3.6	Medium Enterprise	7
3.7	Large, Mega and Ultra Mega Projects	7
3.8	Eligible Investment Period	7
3.9	Direct Employment	10
3.10	Eligible Fixed Capital Investment & Original Fixed Capital Investment	10
3.11	Production Capacity and Turnover of Original Enterprise/Industry	11
3.12	Expansion Projects	11
3.13	Diversification Projects	11
3.14	Tax	12
3.15	Date of Commencement of Commercial Production/Operation	12
3.16	Parishrama Aadhaar	12
3.17	Continuous Production Period	12
3.18	Approved Project Cost	13
3.19	Revised Project Cost	13
3.20	Aided Enterprise	14
3.21	Self-Financed Enterprise	14
3.22	BC Enterprise	14
3.23	Minority Enterprise	15
3.24	Women Enterprise	15
3.25	Seasonal Industry	15
3.26	Month	15
3.27	Financial Year	15
3.28	First Half Year	15
3.29	Second Half Year	15
4	PROCEDURE FOR CLAIMING VARIOUS INCENTIVES	15
4.1	Guidelines for Claiming Incentives	15
4.2	Investment Subsidy	17
4.3	Reimbursement of Net SGST	18
4.4	Interest Subsidy	20
4.5	Reimbursement of Stamp Duty	22
4.6	Reimbursement of Land Conversion Charges	23
4.7	Reimbursement of Power Cost	24
4.8	IP Acquisition Cost Reimbursement	25
4.9	Reimbursement of the Cost of Technology Upgradation & Acquisition	25
4.10	Quality Certification	27
4.11	Piped Water Supply	28
4.12	Tailor-made Incentive Package for Mega and Ultra-Mega Projects	28
4.13	Special Incentive Package for Anchor Units	28
4.14	Special Package for Early Bird Projects	29

4.15	Private MSME Parks/ Flatted Factory Complexes	30
4.16	Research & Development, Global Capability Centres & Testing Labs	32
4.17	Logistics & Warehousing	33
5	COMPUTATION OF FIXED CAPITAL INVESTMENT	37
5.1	Land	37
5.2	Factory Buildings	38
5.3	Plant & Machinery	39
5.4	Items to be Considered for FCI by Large, Mega, and Ultra Mega Projects	42
5.5	Items not Computable Towards Fixed Capital Investment	42
6	GENERAL GUIDELINES	43
7	INELIGIBILITY	45
8	CHANGE OF CONSTITUTION/ MANAGEMENT/ NAME/ STYLE OF THE ENTERPRISE	45
9	RESTRICTION OF TRANSFER/SALE OF THE ASSETS	46
10	LEASE OF ENTERPRISE/ INDUSTRY	46
11	CHANGE OF LOCATION OF THE ENTERPRISE DURING CONTINUOUS PRODUCTION PERIOD	47
12	MERGER/ AMALGAMATION OF INDUSTRIAL ENTERPRISE	47
13	CHANGE IN LINE OF ACTIVITY/ INCLUSION OF ADDITIONAL LINES OF ACTIVITY	48
14	BREAK IN PRODUCTION	48
15	PROCEDURE FOR SANCTION OF INCENTIVES	48
16	COMMITTEES ON INCENTIVES	53
16.1	State Level Scrutiny and Verification Committee	53
16.2	District Level Scrutiny and Verification Committee	54
16.3	Powers of Scrutiny and Verification Committees	55
16.4	State Level Committee (SLC)	55
16.5	District Industries and Export Promotion Committee (DIEPC)	57
16.6	Powers of SLC And DIEPC	59
17	RESPONSIBILITIES OF THE MEMBER-CONVENOR	60
17.1	Member Convenor- State Level Committee	60
17.2	Member Convenor DIEPC	61
18	PROCEDURE FOR DISBURSEMENT OF FUNDS	61
19	RESPONSIBILITIES OF GM/DIO, DICs	63
20	RECOVERY OF INCENTIVES SANCTIONED UNDER THE SCHEME	64
21	FURNISHING OF STATEMENT OF ACCOUNTS/ INFORMATION BY ELIGIBLE INDUSTRIAL ENTERPRISES	65
22	INTERPRETATION	65
23	PENALTIES	66
24	GRIEVANCE REDRESSAL	66
25	MONITORING & REIEW	66
	EXPLANATORY NOTES	66

NO.	ANNEXURE	PAGE
I	LIST OF INELIGIBLE MANUFACTURING ACTIVITIES	68
II	INDUSTRY RELATED SECRVICE SECTORS	71
III	COMMON APPLICATION FORM FOR SANCTION OF INCENTIVES	72
IV	SELF-COMPUTATION SHEET FOR ELIGIBLE INVESTMENT SUBSIDY	82
V	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF STAMP DUTY/ LAND CONVERSION	85
VI	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF POWER COST	87
VII	SELF-COMPUTATION SHEET FOR ELIGIBLE REIMBURSEMENT OF INTEREST SUBSIDY	88
VIII-A	SGST REIMBURSEMENT FORM	90
VIII-B	FORM-A	91
IX	INTELLECTUAL PROPERTY ACQUISITION COST REIMBURSEMENT APPLICATION	94
X	TECHNOLOGY UPGRADATION & ACQUISITION COST REIMBURSEMENT APPLICATION	98
XI	QUALITY CERTIFICATE CHARGES APPLICATION	102
XII	INFRASTRUCTURE COST REIMBURSEMENT APPLICATION	102
XIII	STATEMENT OF ACCOUNT & LIST OF MACHINERY FORMAT	109
XIV-A	DATE OF COMMENCEMENT OF PRODUCTION APPLICATION FORM	113
XIV-B	DATE OF COMMENCEMENT OF PRODUCTION CERTIFICATE	115
XV	CIVIL ENGINEER CERTIFICATE FOR COST OF BUILDINGS AND OTHER CIVIL WORKS	116
XVI	SECOND HAND MACHINERY CERTIFICATE CERTIFIED BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER	117
XVII	SELF FABRICATED MACHINERY CERTIFICATE CERTIFIED BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER	118
XVIII	MACHINERY CERTIFICATE BY CHARTERED ACCOUNTANT & CHARTERED ENGINEER- SELF FINANCED ENTERPRISES	119
XIX	ANNUAL PERFORMANCE REPORT	120
XX	CHECK SLIP	123
XXI	APPLICATION- CUM- VERIFICATION FORM FOR PATENT REGISTRATION	125
XXII	VERIFICATION CUM RECOMMENDATION OF INSPECTION REPORT FOR INVESTMENT SUBSIDY	129
	AGREEMENT BOND	132
	ADVANCED STAMPED RECEIPT	134
	ASSIGNMENT LETTER	135
	UTILISATION CERTIFICATE	136
	ABBREVIATIONS	137

1. INTRODUCTION

- 1.1. Ranking as 4th in India in terms of number of factories and as 7th in value of industrial output, Andhra Pradesh finds its prominent place among leading industrialised states of India. The State has been home to many national and multi-national giant corporates and has emerged as a global manufacturing destination in several sectors of industry. Andhra Pradesh has consistently been occupying No.1 position in Ease of Doing Business in India thanks to investor friendly policies, and the State's relentless pursuit of regulatory reforms.
- 1.2. The tenure of Andhra Pradesh Industrial Development Policy 2020-23 having concluded on 31st March 2023, Government of Andhra Pradesh promulgated the Industrial Development Policy 2023-27 (hereinafter referred to as APIDP 2023-27, or the/ this Policy), which came into effect from 1st April 2023. The said policy is expected to facilitate a greater dimension to the endeavours the State for industrial development, building further on the momentum created by the previous policy.
- 1.3. This document presents operational guidelines for sanction & disbursement of incentives for investments envisaged under APIDP 2023-27.
- 1.4. Going beyond the support by way of fiscal incentives, Government intends to facilitate the right ecosystem for women-led micro enterprises pivoting Jagananna Colonies. Common infrastructure and facilities for micro enterprises around the concept of 'walk to work' will be created in such Colonies on demand-driven basis. One of the major beneficiary groups of this initiative will be women entrepreneurs.

2. APPLICABILITY OF INCENTIVE SCHEME UNDER ANDHRA PRADESH INDUSTRIAL DEVELOPMENT POLICY 2023-27

- 2.1. The incentive schemes under IDP 2023-27, for which operational guidelines are presented hereunder, will be in force for the period from 01.04.2023 to 31.03.2027, both the days included.
- 2.2. The Incentive Schemes as per APIDP 2023-27 (hereinafter called the Scheme) will be applicable throughout the State of Andhra Pradesh. The Policy shall not be applicable in CRDA and the Municipal Corporation limits of Vijayawada, Greater Visakhapatnam, and all other Municipal Corporations except IDA/IP/IE/MSME Parks etc., located therein. However, permissible service activities as listed in the Policy (Please see Annexure-II) set up across the State including CRDA and all Municipal Corporation limits will be eligible for investment subsidy. No other Service activities set up anywhere in the state shall be eligible for incentives under the scheme.

2.3. All new industrial, logistic and R&D projects coming under the ambit APIDP 2023-27 as well as Expansion /Diversification of existing industrial units, subject to eligibility conditions, will be entitled to avail incentives under APIDP 2023-27.

2.4. The Scheme covers the projects which commence Commercial Production/or operation on or after 01.04.2023.

3. DEFINITIONS

3.1. INDUSTRIAL DEVELOPMENT POLICY 2023-27:

3.1.1. Industrial Development Policy- 2023-27 means the Policy for industrial development which, inter-alia, covers various incentives & concessions for investments (collectively referred to as incentives), as announced by Government of Andhra Pradesh vide G.O.Ms.No.22 of Industries & Commerce (P&I) Department, dated 19.03.2023 and amendments thereof.

3.2. ELIGIBLE ENTERPRISE:

3.2.1. Eligible Enterprise means any Industrial undertaking, other than those run departmentally by Government of India/State Government or having equity of State Government/Government of India and other than those listed in ANNEXURE-I (List of Ineligible Activities)

3.2.2. Every enterprise should have a valid "Parishrama Aadhaar" for claiming incentives under this Policy and it will not be linked with filing the incentive claim to avoid delay.

3.3. NEW ENTERPRISE:

3.3.1. New Enterprise means any undertaking engaged in the manufacture, production, processing, contract manufacturing or job work of articles and set up as a new or expansion or diversification project in the State of Andhra Pradesh which has been established in the State with new machinery / equipment and other fixed assets and has commenced commercial production / operation on or after 01.04.2023 and on or before 31.03.2027 (inclusive of both dates) holding valid approvals from the concerned authorities.

3.4. MICRO ENTERPRISE:

3.4.1. Micro Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.1 Crore and annual turnover not more than Rs. 5 Crores; subject to changes as per definition of micro enterprises by Government of India from time to time.

3.5. SMALL ENTERPRISE:

3.4.2. Small Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.10 Crores and annual turnover not more than Rs. 50 Crores; subject to changes as per definition of small enterprises by Government of India from time to time.

3.6. MEDIUM ENTERPRISE:

3.6.1. Medium Enterprise means an enterprise where the investment in plant & machinery or equipment is not more than Rs.50 Crores and annual turnover not more than Rs. 250 Crores; subject to changes as per definition of medium enterprises by Government of India from time to time.

3.6.2. Notification of Ministry of MSME, Government of India, S.O.4926 (E) Dated 18th October 2022 reads that “In case of an upward change in terms of investment in Plant and Machinery or equipment or turnover or both and consequent reclassification, an enterprise shall continue to avail all non-tax benefits of the category (Micro/Small/Medium) it was in before the reclassification, for a period 3 years from the date of such upward change”.

3.7. LARGE, MEGA AND ULTRA- MEGA PROJECTS:

3.7.1. Large, Mega, and Ultra- Mega Projects have been defined based on Investment in Plant & Machinery / Fixed Capital Investment and Employment generation as detailed in the table below:

Category	Fixed Capital Investment
Large	Above Rs. 50 Crore in Plant & Machinery up to Rs.1000 Crore.
Mega	Above Rs.1000 Crore or Employment above 2000.
Ultra- Mega	Above Rs.3000 Crore and Employment above 3000.

3.8. ELIGIBLE INVESTMENT PERIOD:

3.8.1. Cut-off Date means:

- i. The Date of Commencement of Investment of the project falling within the Effective Period of the Policy, in case, investment starts on or after Effective Date

of the Policy i.e., 01.04.2023

ii. In case investment commences prior to the Effective Date. However, in case only land is acquired prior to the Effective Date, the date on which the first investment towards any of the other heads (except Land) defined under Capital investment is made on or after the Effective Date will be considered as Cut-off Date.

<i>Table-1: Implications of cut-off date in specific scenarios</i>		
Case	Scenario	Cut-off date
Case 1	100% investment made after Effective Date.	Date on which the sale deed for land is registered
Case 2	Investment in land made within the period of 5 years prior to Effective Date and remaining investment made after Effective Date.	Date of first expenditure (based on the first invoice) towards any of the heads defined under Capital investment (Except land)
Case 3	Investment in land (only) made beyond the period of 5 years preceding Effective Date, and first expenditure towards remaining heads defined for Capital Investment is made after Effective Date.	Date of first expenditure (based on the first invoice) towards any of the heads defined under Capital investment (Except land)
Case 4	Investment in land (only) made beyond the period of 5 years preceding Effective Date and first expenditure towards remaining heads defined for Capital Investment is made within period of 5 years preceding Effective Date.	Effective Date

3.8.2. **Eligible Investment Period** means the period commencing from the Cut-off Date or Effective date, as the case may be, up to 3 years or till the date of commencement of commercial production, whichever is earlier for large projects; up to 4 years or till the date of commencement of commercial production, whichever is earlier for Mega projects; up to 5 years or till the date of commencement of commercial production, whichever is earlier for Ultra Mega projects.

Category	Eligible Investment Period
Large	3 Years

Mega	4 Years
Ultra- Mega	5 Years

Such cases will also be covered under Capital Investment in which the Date of Commencement of Investment is within the period immediately preceding 4 years from the Effective Date (for all categories) subject to the condition that commercial production in such cases commences after the Effective Date.

For administering the incentives, the following three investment commitment-based **Project Categories** have been identified as follows:

CATEGORY	Fixed Capital Investment
Large	Above Rs. 50 Crore in Plant & Machinery up to Rs.1000 Crore.
Mega	Above Rs.1000 Crore or Employment above 2000.
Ultra-Mega	Above Rs.3000 Crore and Employment above 3000.

3.8.3. **Eligible Capital Investment (ECI)** means the Capital Investment has been made by an industrial undertaking in its Eligible Investment Period after the Effective Date of the policy.

However, the investment made in the Land component of Capital Investment even prior to the period immediately preceding 4 years from the Effective Date will also be allowed for the purpose of calculating fixed capital Investment. The value of such investment in land shall be considered on the book value at the time of purchase of the land and any revaluation of the land done after that will not be considered.

In case, the Capital Investment by the Industrial Undertaking has started prior to the Effective Date, at least 80% of such Capital Investment should be made after the Effective Date of the Policy and the same Capital Investment will be considered as the Eligible Capital Investment. However, for deciding the Project Category of investment (Large/Mega/Ultra Mega), the Capital Investment in the Eligible Investment Period, as enumerated, will be considered.

However, an amount not exceeding 10% of the capital investment, made beyond the date of commencement of commercial production but within eligible investment period of 3/4/5 years (depending upon the category) shall also be included as ECI but the Project Category, as defined in this policy, in such cases will continue to remain the same.

- 3.8.4. In case the SLC condones the period of delay for investments on reasons beyond control of the Enterprise such as fire accidents, and natural calamities etc., such additional condonation period shall also be considered and Eligible Investment Period will be extended proportionately.

3.9. DIRECT EMPLOYMENT:

- 3.9.1. Jobs which are directly related to production process and other connected activities such as quality inspection / control, plant maintenance, packaging, etc., beginning from the raw materials entering into the production facility and until the resultant manufactured goods leaving the production facility will be considered as Direct Employment. For the purpose of deciding Direct Employment in a unit, only employees on-roll, contractual employees and apprentice workforce shall be counted.
- 3.9.2. Employees/Workers: Average number of employees during claim period of 6 months as per employee register maintained in line with Labour laws including those workers employed through contractors and registered under Provident Fund Act.

3.10. ELIGIBLE FIXED CAPITAL INVESTMENT & ORIGINAL FIXED CAPITAL INVESTMENT:

- 3.10.1. Eligible Fixed Capital Investment means investment in land, building, plant, machinery & equipment, and other eligible fixed assets assessed as per para no. 5 of these guidelines.
- 3.10.2. Original fixed capital investment is the total investments made in fixed assets prior to Expansion / Diversification of a unit. While computing the Original Fixed Capital Investment, neither depreciation nor revaluation will be considered.
- 3.10.3. Fixed Assets considered for computing the fixed capital investment, include land, civil works, plant & machinery and equipment as per the approved project cost. The project cost will also include cost of machinery/equipment installed within 6 months from DCP in case of units assisted by Financial Institutions (this supersedes the stipulations regarding eligible investment period as given under para no. 3.8.2. and applies only in respect of those cases where financial institutions have sanctioned term loan and disbursed certain portion of the loan after the DCP and such disbursements have been used for civil works and purchase of the eligible machinery/equipment).

3.11. PRODUCTION CAPACITY AND TURNOVER OF ORIGINAL ENTERPRISE / INDUSTRY:

- 3.11.1. The highest annual production achieved during preceding three full financial years before expansion or 75% of the installed capacity, whichever is higher is taken into consideration and shall be treated as base Production Capacity of the Original Enterprise/Industry.
- 3.11.2. Highest Annual Turnover achieved during preceding three full financial years before diversification will be taken as Base Turnover of the Original Enterprise/Industry.
- 3.11.3. In case of less than three (3) full financial years of operation the highest of previous years either fully or partly or 75 % of the Installed Capacity whichever is higher taken into consideration.
- 3.11.4. If deemed necessary for reasons whatsoever, the GM/DIO, DIC may get the production capacity determined based on assessment by a Chartered Engineer (Mechanical).
- 3.11.5. In case of any dispute, the DIEPC/ SLC shall take an appropriate view which shall be binding on the unit concerned.

3.12. EXPANSION PROJECTS:

3.12.1. **Expansion projects mean brownfield (existing) projects:**

Where the Eligible Fixed Capital Investment (EFCI) is at least 50% or above the eligible fixed capital investment of the original unit.

- 3.12.2. For being eligible for incentives for expansion under this Policy, a unit should have operated during one full financial year.
- 3.12.3. Existing industrial units, setting up expansion project in products other than those listed in Annexure-1 involving enhancement of Eligible fixed capital investment by at least 50% over and above the original unit, as well as enhancement of capacity by 50% for the products of the same product- line, will be eligible for incentives.

3.13. DIVERSIFICATION PROJECTS:

3.13.1. **Diversification projects mean brownfield (existing) projects:**

Existing Industrial units, making Investment for a new product other than those

listed in Annexure-1 involving Diversification, would mean additional eligible fixed capital investment to the extent of 50% or more of the non-depreciated value of fixed capital investment just before taking up this diversification in this unit leading to increase in turnover by 50%, over the highest turnover achieved during past three years immediately before taking up this diversification. Diversification must result in production of at least one additional product.

3.14. TAX:

3.14.1. Tax means Tax paid to State Tax / GST Department by way of State Goods and Services Tax (SGST) on goods produced by the Industrial Enterprise.

3.15. DATE OF COMMENCEMENT OF COMMERCIAL PRODUCTION / OPERATION (DCP/DCO):

3.15.1. The Date of Commercial Production / Operation (DCP/DCO) shall be the date on which commercial production of the manufacturing unit, or date of commercial operation of a service unit. The DCP / DCO will be determined for the purpose of incentives under this Policy by the GM/DIO, DIC based on verification of valid documents including First Sale Bill, Power Release Certificate, Udyam Registration / IEM-Part-B, Machinery Invoices, Approvals, Permissions, etc.

3.16. PARISHRAMA AADHAAR:

3.16.1. Parishrama Aadhaar is the document allotting a unique identification number to each enterprise after commencement of commercial production / operation. Parishrama Aadhaar shall be the basis for claiming all Incentives.

3.16.2. One enterprise should obtain only one Parishrama Aadhaar.

3.17. CONTINUOUS PRODUCTION PERIOD:

3.17.1. Continuous production period means the minimum period an enterprise is required to function continuously after DCP/DCO for availing incentives under this policy. The minimum period for different categories of enterprises:

- i) Six (6) years for Micro, Small, Medium (MSME) & Large Enterprises
- ii) Six (6) years or the period of special incentives Projects, whichever is later, for Mega and Ultra-Mega Projects.

3.17.2. If any Enterprise is not in operation/working for more than 90 days continuously, then it shall be treated as break in production and the respective number of days shall not be counted in determining the continuous production period. The break in production can be condoned by DIEPC for Micro Enterprises and SLC for other

than Micro Enterprises. This condition related to Continuous Production Period is not applicable for Seasonal Industry as defined in these guidelines.

- 3.17.3. For enterprises other than manufacturing units “Continuous Production Period” shall mean “Continuous Period of Operation”.
- 3.17.4. In case a Unit fails to ensure continuous production period as above, the incentives sanctioned are liable to be cancelled and the incentives already released are liable to be recovered, except in case the unit is not in operation due to reasons beyond its control such as natural calamities, fire accidents, etc.
- 3.17.5. The DIEPC/ SLC may condone non-compliance of the above stipulation of continuous production period for a period up to three (3) years under unforeseen eventualities like natural calamities, fire accidents, raw-material shortage etc.

3.18. APPROVED PROJECT COST:

- 3.18.1. Approved Project Cost means the cost of different components of the project cost, individually or together, approved by the term loan lending institution or in case of joint financing, by the lead term loan lending institution.
- 3.18.2. The component of working capital margin in the project cost will not be considered for computing Investment Subsidy. However, this component shall be considered as a part of project cost in respect of Mega & Ultra-Mega Projects.
- 3.18.3. In respect of self- financed projects / projects fully financed by owners’ capital (belonging to categories other than Micro and Small Enterprises), the Approved Project Cost shall mean component wise cost of the project as validated and approved by a Standing Scrutiny Committee (SSC). The Standing Scrutiny Committee will comprise of the following members:

- i. Additional Director of Industries (Member Convenor)
- ii. Branch Manager, APSFC
- iii. Assistant Commissioner (ST) of the concerned area

- 3.18.4. In the case of self- financed projects / projects fully financed by owners’ capital belonging to the Micro and Small Enterprises category, components of the project cost shall be validated and approved by a Multi-Disciplinary Committee (MDC) constituted for the purpose. Multi-Disciplinary Committee refers to a committee consisting of GM/DIO, DIC and district- level representatives from APSFC and State Tax Department.

3.19. REVISED PROJECT COST:

- 3.19.1. The Revised Project Cost for a self-financed project / projects fully financed by

promoters (other than those belonging to the Micro and Small Enterprises Sector) has increased or decreased by not more than 10%, such revised cost shall be confirmed through a self-certification of the Managing Director / Managing Partner / Proprietor of the Enterprise.

- 3.19.2. If the revised project cost has increased or decreased by more than 10%, the revised Project Cost need to be validated and certified by the Standing Scrutiny Committee (SSC) in the case of projects other than those belonging to Micro and Small category. In the case of self- financed projects / projects fully financed by owners' capital belonging to the Micro and Small category, the revised project cost shall be validated by the Multi-Disciplinary Committee (MDC).

3.20. AIDED ENTERPRISE:

- 3.20.1. An Enterprise availing term loan from Scheduled Commercial Banks / Financial Institutions recognized by Reserve Bank of India, A.P. State Financial Corporation (APSFC) and Small Industrial Development Bank of India (SIDBI) for setting up the project shall be treated as Aided Enterprise. The Units which have commenced production with own funds and possess in principle sanction for Term loan from Scheduled Banks / Financial Institutions before the DCP and have availed the loan against such sanctions within six (6) months from DCP will be treated as Aided Enterprise.

3.21. SELF-FINANCED ENTERPRISE:

- 3.21.1. An Enterprise set up with own funds / unsecured loans without any involvement from Scheduled / Commercial Banks / Financial Institutions / APSFC etc., shall be treated as Self- Financed Enterprise. Also, the units established first with own funds / unsecured loans and which have obtained term loan subsequently after commencement of production shall be treated as Self-Financed units for the purpose of sanction of incentives under the policy. The assets created on or before DCP and payment made within Six (6) months from DCP will be considered for computation of EFCI in case of Self-Financed enterprise.
- 3.21.2. Further, wherever the project is established with term loan less than 40% of the fixed cost investment will also be considered as self-financed projects.

3.22. BC ENTERPRISE:

- 3.22.1. A BC Enterprise has been defied as the enterprise promoted by Backward Class community entrepreneurs as sole Proprietor or with 100% shareholding in Partnership / Private Limited Companies. BC entrepreneur refers to a person

hailing from Andhra Pradesh and belonging to BC Category as notified by the Government of Andhra Pradesh from time to time.

3.23. MINORITY ENTERPRISE:

3.23.1. An enterprise with 100% ownership by Minorities as defined in the Andhra Pradesh State Minorities Commission Act, 1998 and its subsequent amendments is an eligible Minority enterprise. Minority entrepreneurs refer to people from Minority communities hailing from Andhra Pradesh and as notified by Government of India and Government of Andhra Pradesh from time to time.

3.24. WOMEN ENTERPRISE:

3.24.1. An enterprise with 100% ownership by women entrepreneurs is an eligible women enterprise.

3.25. SEASONAL INDUSTRY:

3.25.1. A Seasonal Industry is one which operates principally during certain seasons, or operating during limited periods in a year and close down its plant and machinery during the remaining period. Examples: Seed processing, Ginning and Pressing, Cotton Seed Oil Mills, etc.

3.26. MONTH:

3.29.1. Means a month among calendar months

3.27. FINANCIAL YEAR:

3.27.1. Means 1st April to 31st March of next year

3.28. FIRST HALF YEAR:

3.28.1. Means 1st April to 30th September

3.29. SECOND HALF YEAR:

3.29.1. Means 1st October to 31st March of next year.

4. PROCEDURE FOR CLAIMING VARIOUS INCENTIVES

4.1. GUIDELINES FOR CLAIMING INCENTIVES:

4.1.1. The entrepreneurs / enterprises who wish to avail incentives have to file separate claims for each of the incentives through online incentive portal “www.apindustries.gov.in” invariably within the stipulated time frame. They can avail incentives of the State Government, Government of India, and Government

Agencies.

- 4.1.2. Where the Central Government and the State Government provides Capital Investment Subsidy or any other incentive with or without difference in the quantum or percentage limits, the option to avail subsidy/incentive from Central or State Government, in all situations, will vest with the entrepreneur. Under no circumstances same subsidy/incentive shall be claimed from both the Governments. However, if the subsidy/incentive from State Government is higher and the Enterprise has already availed the subsidy/incentive from Government of India, only the balance amount shall be sanctioned by the State Government.
- 4.1.3. Irrespective of the conditions stipulated in paragraph 4.1.2, if Government of India-policy permits availing Capital Investment Subsidy both from Central and State Governments, the entrepreneur may take the option to avail the same from both Governments. In such cases, the sanction from the State Government, in addition to the limits stipulated under this Policy, shall also be subject to such limits that restrict total component (land, building, plant & machinery etc.)-wise subsidy from both Governments together within a maximum of 75% of the Capital Investment for each component.
- 4.1.4. An enterprise will be taken as the assessable unit in calculating the incentives rather than the promoter.
- 4.1.5. All the Enterprises should have Professional Tax Registration and should pay the professional tax as per G.O.Rt.No.664 Revenue (Commercial Taxes-II) Department Dt.24/08/2020.
- 4.1.6. Any Enterprise going for expansion / diversification should submit the claim application strictly in the application form prescribed for expansion/ diversification.
- 4.1.7. All enterprises must fill Common Application Form (ANNEXURE-III) and file other corresponding forms and certificates as applicable.
- 4.1.8. There shall be yearly limits of 20% of EFCI (excluding cost of land) and also overall limit of 100% EFCI (excluding cost of land) over a period of 5 years, for all eligible incentives together. In case the amount of incentives availed in a given year is less than 20% of the EFCI (excluding cost of land) the balance portion will be carried forward to the subsequent year / years. The total amount of incentives availed cumulatively by end of the 5th year shall be within the limit of 100% of EFCI (excluding cost of land).
- 4.1.9. All BC/Minority/Women Entrepreneurs will have to clearly specify the category they are applying for industrial approvals and claiming incentives clearly on the Single desk portal (SDP)/ online incentive portal (www.apindustries.gov.in), along with the

necessary documentation as required.

4.1.10. In case of clarification issued by the Government on the eligibility of line of activity, the concerned Enterprise will be given Six (6) months' time for submitting the claim application for sanction of incentives from date of issue of such clarification.

4.1.11. Processing fee will be collected from Micro, Small, Medium Enterprises, Large, Mega & Ultra-Mega Projects @ Rs.500/-, Rs.1000/-, Rs.1500/-, Rs.2000/-, Rs.5000/- and Rs.10000/- respectively for processing the each claim application.

4.2. INVESTMENT SUBSIDY:

4.2.1. The pattern of Capital Investment Subsidy (also referred to as Investment Subsidy) which is available to Micro & Small enterprises as well as Medium enterprises is given in the table below:

Sl. No.	Type of Enterprise	Manufacturing/ Service Sector	Category	Limit as % of EFCI	Maximum limit
1	Micro & Small	Manufacturing	General	15%	Rs 20.00 lakhs
2			BC/Minority	15%	Rs 20.00 lakhs
3			Women	15%	Rs 30.00 lakhs
4		Industry related Service	All categories	15%	Rs 20.00 lakhs
5	Medium	Manufacturing	All categories	15%	Rs.2.50 Crore in 5 equal annual instalments (or) 50% Net SGST for 5 years

4.2.2. Medium enterprises are required to exercise an option to choose either Capital Investment Subsidy or Reimbursement of net SGST.

4.2.3. All eligible Enterprises shall submit their claims in the prescribed application form for investment subsidy (ANNEXURE-IV) within six months from the DCP or from the date of issue of operational guidelines, whichever is later, to the GM/DIO, DIC concerned, through Online Incentive Portal.

4.2.4. Investment Subsidy shall be applicable to all eligible Expansion/Diversification Enterprises, subject to fulfilment of all other conditions stipulated.

4.2.5. In case land and building have been purchased from an existing Industry/Enterprise which has availed incentives under any Central Government or State Government schemes, the cost of land and building will not be considered as part of Fixed Capital Investment for computing Investment Subsidy. In case, if the original unit has not availed incentives on land and building, the cost of the land (as

per original document) and the depreciated value of building will be considered as part of Fixed Capital Investment for computing Investment Subsidy. Certificates on the depreciated value of building and quality & residual life of the building certified by a Chartered Accountant and a Chartered Civil Engineer shall be submitted along with the application.

4.2.6. The subsidy shall be sanctioned on the eligible Fixed Capital Investment or the approved/revised project cost, whichever is lower.

4.2.7. Capital Investment Subsidy shall also be applicable to identified Industry related Service sector activities, which are listed in Annexure – II.

4.3. REIMBURSEMENT OF NET SGST:

4.3.1. The pattern for Reimbursement of Net SGST which is available to Micro, Small & Medium Enterprises as well as for Large scale units is given in the table below.

4.3.2. Medium enterprises are required to exercise an option to choose either reimbursement of net SGST or Capital Investment Subsidy.

4.3.3. For Large projects different slabs for net SGST- reimbursement have been envisaged based on location of such projects by categorising the districts of the State in terms of the level industrialisation.

Sl. No.	Type of Enterprise	Category	Limit as % of EFCI	Maximum Limit
1	Micro & Small	All Categories (General, BC/Minorities/Women)	100%	100% of EFCI (excluding land cost)
2	Medium		100%	50% Net SGST for 5 years (or) Investment subsidy @ 15% of EFCI (excluding land cost) limited to Rs.2.50 Crore in 5 equal annual instalments
3	Large		100%	Category-I limited to 100% FCI (excluding land) for five years from DCP Category-II limited to 75% FCI (excluding land) for five years from DCP Category-III limited to 50%

				FCI (excluding land) for five years from DCP
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- 4.3.4. For the purpose of reimbursement of Net SGST accrued to the State; to Large scale units, various districts of the State have been categorised as Less Industrialised, Moderately Industrialised and Highly Industrialised districts as follows:

Category	Status of Industrial Development	Districts Covered
I	Less Industrialised	Ananthapuram, Annamayya, Bapatla, Dr.B.R. Ambedkar Konaseema, Kurnool, Krishna, Nandyal, Parvathipuram Manyam, Srikakulam, YSR Kadapa, Alluri Seetarama Raju Paderu
II	Moderately Industrialised	Chittoor, East Godavari, West Godavari, Eluru, Guntur, Kakinada, NTR, Palnadu, Prakasam, SPSR Nellore, Sri Satya Sai, Vizianagaram
III	Highly Industrialised	Anakapalli, Tirupati, Visakhapatnam

- 4.3.5. All eligible Industrial Enterprises shall submit their claims (ANNEXURE-VIII -A & B) along with GSTR-3B and GSTR- 2A (as amended by the Government of India from time to time) for reimbursement of SGST within six months after completion of the financial year, i.e., on or before 30th September of the respective year as per check slip (ANNEXURE-XX), to the concerned GM/DIO, DIC through online incentive portal.
- 4.3.6. Net SGST accrued to the State for a period of 5 years from the DCP or up to realization of 100% FCI (excluding Land Cost), whichever is earlier shall be reimbursed.
- 4.3.7. Expansion/Diversification projects will be allowed for reimbursement of Net State Goods and Services Tax (SGST) paid on production made over and above the base annual production capacity of the original Enterprise/Industry i.e., before expansion/ diversification.
- 4.3.8. The Base Annual Production is the highest annual production of previous three financial years or 75% of installed capacity of the original Industrial Enterprise, whichever is higher. The installed capacity shall be certified by Chartered Engineer (Mechanical). In case of manufacturing single product, the annual

productions of previous three financial years has to be certified by Chartered Accountant. In case of multi products, the annual sales turnovers of previous three financial years has to be certified by Chartered Accountant and the highest of the three years will be taken as base turnover.

- 4.3.9. Such industrial undertakings proposing expansion/diversification shall be required to maintain independent books of accounts for the expansion/diversification separately for verification.
- 4.3.10. Net SGST accrued to the State. Net SGST' means the amount of SGST paid through cash ledger by the Eligible Unit in respect of 1st sale of eligible finished products billed and delivered to entity within Andhra Pradesh, after adjustment of set-off or any other credits available for the tax period, whichever is lower.
- 4.3.11. The Enterprise/Industry shall obtain the GSTR-3B as proof of net SGST accrued to the state. For this purpose, regular monthly returns filed during the financial year will only be considered.
- 4.3.12. Eligible unit shall have to obtain a separate registration under GST Act for manufacturing eligible products only. The eligible unit shall not carry out any trading activity or provision of any services not relating to eligible products from its place of business.
- 4.3.13. If the eligible unit has shown its inter-State sales as intra-State sales through intermediary/ marketing network/ or any other middleman, either directly or indirectly controlled by it, in order to get higher incentives, then the incentives shall be liable to be cancelled with effect from the date of such contravention, and the unit shall be liable to return forthwith the incentives availed together with interest at the rate of eighteen percent (18%) per annum.
- 4.3.14. Form-A (ANNEXURE–VIII-B) for confirming the details of returns by State Tax Department shall be obtained by the entrepreneur and the same should be uploaded along with claim application.
- 4.4. INTEREST SUBSIDY:
- 4.4.1. Incentive by way of reimbursement of interest on term loan shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of interest on term loan is given below:

Sl. No	Type of Enterprise	Category	% of Reimbursement	Maximum Limit
1	Micro &	General	3% of interest	Rs.25.00 lakhs for 5

	Small		rate on term	years from DCP
2		BC/Minority	loan related to Eligible fixed capital Investment	Rs.30.00 lakhs for 5 years from DCP

- 4.4.2. All eligible Industrial Enterprises shall submit their claims in the prescribed application form given (ANNEXURE –VII) for reimbursement of interest subsidy within six months after completion of every half-year i.e., last date for filing claim application is 31st of March (of next calendar year) for first half-year and 30th of September for second half-year, to the concerned GM/DIO, DIC through Online Incentive Portal.
- 4.4.3. This facility is also applicable for expansion / diversification projects. New/expansion/diversification enterprises availing term loan from Scheduled Commercial Banks / Financial Institutions/Cooperative Banks/ RRB recognized by Reserve Bank of India, APSFC and SIDBI only shall be eligible under this scheme.
- 4.4.4. For the purpose of Interest Subsidy, the rate of interest charged will be taken as the applicable rate of interest.
- 4.4.5. The term loans sanctioned after DCP are not eligible under the scheme. The term loan disbursed within six months from the DCP must be part and parcel of the sanctioned term loan (before DCP).
- 4.4.6. Two or more term loans sanctioned before DCP by the same Bank or different Banks for the same project are also eligible to avail this benefit.
- 4.4.7. This reimbursement to the Enterprise/ Industry shall not include penal interest, liquidated damages etc. paid to the Financial Institutions / Banks.
- 4.4.8. The interest reimbursement will be made in proportion to the interest actually remitted by the enterprise in a given period of six months.
- 4.4.9. The loan accounts that are classified as Non-performing Assets are ineligible. However, if they resume on-time repayments and regularize the arrears, they are eligible for the incentives. For this purpose, the Banker has to certify that the repayment is regular, and the account is standard and the same is to be enclosed along with claim application. In case the accounts are regularized, the units are eligible to avail the benefit from the next half-year excluding penal interest.

- 4.4.10. In case the accounts are regularised, the unit are eligible to avail the benefit for the period for which accounts are regularised along with the regular claim excluding penal interest.
- 4.4.11. The total rate of interest reimbursed by the Government of AP and the Central Government under Interest subvention or TUF etc. shall not exceed the rate of interest imposed by the financial institution.
- 4.4.12. The reimbursement of interest subsidy shall be based on certificate from the Bank/ Financial Institution concerned regarding (i) the actual interest paid during the relevant half – year excluding penal interest (ii) status of asset classification, i.e., whether standard asset or not.
- 4.4.13. Even in case of Enterprises availed Term Loan less than 40% also eligible for Interest subsidy for the Loan amount sanctioned.

4.5. REIMBURSEMENT OF STAMP DUTY:

- 4.5.1. Incentive by way of reimbursement of Stamp Duty shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Stamp Duty is given below:

Sl. No.	Type of Enterprise	Category	% of reimbursement
1	Micro and Small	General/ B.C/ Minority/ Women	100%

- 4.5.2. All eligible Enterprises shall submit their claims in the prescribed application form (ANNEXURE- V) for reimbursement of Stamp Duty on purchase of land meant for industrial use and Stamp Duty related to lease of Land/Shed/Building within six months from the DCP or from the date of issue of these operational guidelines, whichever is later to the GM, DIC concerned, through Online Incentive Portal.
- 4.5.3. Stamp Duty will be reimbursed only one time on the land/building/shed and subsequent transactions will not be eligible for stamp duty reimbursement even in case of land purchases in open auction conducted by the Financial Institution.
- 4.5.4. Stamp Duty benefits will be applicable to all eligible New Industrial Enterprises and expansion / Diversification projects, subject to fulfilment of the conditions stipulated.

4.5.5. The above benefits shall be admissible up to five times of the plinth area of the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be larger due to the specific nature of industry, SLC may consider allowing land in excess of five times plinth area on case-to-case basis in respect of other than Micro Enterprises. In respect of Micro Enterprises, District Industrial and Export Promotion Committee (DIEPC) shall be the competent authority.

4.6. REIMBURSEMENT OF LAND CONVERSION CHARGES:

4.6.1. Incentive by way of reimbursement of Land Conversion Charges shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Land Conversion Charges is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
MICRO & SMALL	General/B.C/ Minority	25%	Rs 10.00 lakhs

4.6.2. All eligible Enterprises shall submit their claims in the prescribed application form (ANNEXURE-V) for Reimbursement of land conversion within six months from the DCP or from the date of issue of operational guidelines, to the GM/DIO, DIC concerned through Online Incentive Portal.

4.6.3. The reimbursement of land conversion charges shall be applicable to all eligible New units and Expansion/Diversification enterprises, subject to fulfilment of all other conditions stipulated.

4.6.4. The above benefits shall be admissible up to five (5) times of the Plinth Area of the factory building constructed within the approved project cost. However, in respect of industries where the open land requirements would be larger due to the specific nature of industry, SLC may consider allowing land in excess of five times plinth area on case to case basis in respect of other than Micro Enterprises. In respect of Micro Enterprises, District Industrial and Export Promotion Committee (DIEPC) shall be the competent authority.

4.7. REIMBURSEMENT OF POWER COST:

- 4.7.1. Incentive by way of reimbursement of Electricity duty shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Power cost is given below:

Type of Enterprise	Category	Reimbursement of Electricity duty	MaximumLimit
Micro and Small	General/ BC/ Minority	Rs 1.00/unit	For 5 yearsfrom DCP

- 4.7.2. All eligible units shall submit their claims in the prescribed application form given (ANNEXURE - VI) for reimbursement of Electricity Duty within six months after completion of every half-year i.e., by 31st of March for first half-year and 30th of September for second half-year to the GM/DIO, DIC on half- yearly basis through online incentive portal.
- 4.7.3. This reimbursement is limited to the electricity duty paid related to the number of units consumed by the Enterprise. Electricity duty levied on Residential and Colony power consumption is not eligible towards reimbursement.
- 4.7.4. The reimbursement of power cost Electricity duty shall be applicable to all eligible New Industrial Enterprises and Expansion / Diversification Projects, subject to fulfillment of all other conditions stipulated.
- 4.7.5. The reimbursement of Electricity Duty shall be applicable to the Industrial Enterprises, which are utilizing power from DISCOMs and Rural Electrical Companies (RECs). Power connection should be in the name of the Enterprise/Industry and the Category of Power Connection should be Industrial Category.
- 4.7.6. Reimbursement of Electricity Duty will be allowed in case of expansion/ diversification projects over and above base power consumed. For the purpose of reimbursement, half yearly power consumption will be considered. The reimbursement will be made every six (6) months. But in case actual power consumed during the half year is less than the half year base consumption, then the consumption for that half year of expansion/diversification shall be treated as Nil.
- 4.7.7. The base half year consumption will be half of highest annual power consumption of previous years of the expansion / diversification project as certified by Chartered Accountant. Power consumed over and above the base consumption will only be

eligible for reimbursement of Electricity Duty.

- 4.7.8. In case, if the Industrial unit / Enterprise purchases second hand land and building along with power service connection either on lease or outright sale, the unit will not be entitled for any Electricity Duty reimbursement, if the power connection is in the name of the original Industrial unit / Enterprise. However, if the Industrial unit / Enterprise transfer the power connection in the name of the present enterprise they are entitled for power cost reimbursement provided they install new plant and machinery.

4.8. INTELLECTUAL PROPERTY RIGHTS(IP) ACQUISITION COST-REIMBURSEMENT:

- 4.8.1. Incentive by way of reimbursement of IP Acquisition cost shall be available to Micro, Small and Medium Manufacturing Enterprises only. The pattern of reimbursement of IP Acquisition cost is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
MICRO, SMALL & MEDIUM ENTERPRISES	All Categories	75%	Rs 10.00 Lakhs

- 4.8.2. This facility is available to all eligible Enterprises acquiring Intellectual Property Rights from the Office of the Controller General of Patents, Designs and Trademarks.
- 4.8.3. All eligible Industrial Enterprises shall submit their claims in the prescribed application form (Annexure-IX) for reimbursement of the expenses incurred for Intellectual Property Acquisition within six months from the date of acquiring Intellectual Property Rights along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.
- 4.8.4. Fees paid to Patent Attorney, Patent Service Centre etc., and for Patent Registration, Trademark Registration etc. will be eligible as cost / expenditure eligible for reimbursement.

4.9. REIMBURSEMENT OF THE COST OF TECHNOLOGY UPGRADATION & ACQUISITION:

- 4.9.1. Incentive by way of reimbursement of Technology Up-gradation & Acquisition Cost

shall be available to Micro, Small and Medium Manufacturing Enterprises only. The pattern of reimbursement of Technology Up-gradation & Acquisition cost is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
MICRO, SMALL & MEDIUM ENTERPRISES	All Categories	50%	Rs 25.00 lakhs

4.9.2. Technology upgradation in an industrial undertaking may take place through development of new technology or improving existing technology adopted for manufacture through in-house R & D initiatives. New technology can also be acquired from recognised institutions.

4.9.3. In the case of In-house technology development / upgradation, the following expenses shall be reimbursed within the overall limit as prescribed in the table above:

- i. Cost of acquiring specific R & D / Testing equipment for developing new technology / improving the existing technology. Such equipment should have been purchased within the applicable period of this Policy and should not be part of common items of equipment required for regular R & D activities. Further, such equipment should not have been considered for other incentives such as Capital Investment Subsidy.
- ii. Expenses incurred in connection with acquiring expert technical support services (payment to technical consultants etc.).
- iii. Development of designs, drawings, prototypes etc.
- iv. Manpower cost specifically attributable to development / improvement of the technology, provided such manpower was acquired for the said specific purpose and the related employees are not in the permanent payroll of the enterprise.

4.9.4. In the case of technology acquisition, cost of acquiring the technology (including royalty, if any, payable for first two years) from a recognised institution shall be reimbursed subject to that prior approval of the Commissioner of Industries (online)

has been obtained before signing an MoU / Agreement / Undertaking with the technology provider.

- 4.9.5. All eligible Industrial Enterprises shall submit their claims (online) in the prescribed application form (Annexure-X) for reimbursement of the expenses incurred for Technology Up-gradation within six months from the date of commencement of commercial production utilising technology upgradation. Certificate from a Chartered Engineer (Mechanical) shall be submitted in proof of having the new technology / improved technology adopted for manufacturing.
- 4.9.6. In the case of technology acquisition also the requisite application shall be submitted online in the stipulated form (Annexure-X) within six months from the date of technology acquisition.
- 4.9.7. Requisite documents to be submitted along with the application are also listed in (Annexure-X) along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.
- 4.9.8. The Technology Upgradation & Acquisition incentive availed under various schemes of Government of India /Government of AP shall be limited to 75% of EFCI.

4.10. QUALITY CERTIFICATION:

- 4.10.1. Incentive by way of reimbursement of Quality Certification shall be available to Micro and Small Manufacturing Enterprises only. The pattern of reimbursement of Quality Certification is given below:

Type of Enterprise	Category	% of Reimbursement	Maximum Limit
Micro and Small	All Categories	100%	Rs.3.00 lakhs

- 4.10.2. All eligible Industrial Enterprises shall submit their claims in the prescribed application form (Annexure-XI) for reimbursement of the expenses incurred for Quality Certification within six months from the date of obtaining Quality Certification along with required documents mentioned in Application, to the concerned GM/DIO, DIC through online incentive portal.
- 4.10.3. This facility is available to all eligible Industries/Enterprises obtaining Quality certification from ZED/ BIS/ISO /HACCP/ other national/international certification agencies.

4.11. PIPED WATER SUPPLY:

- 4.11.1. Piped water supply will be made available to all eligible enterprises belonging to MSME and Large Scale Industry categories at pre-revised tariff (i.e., the applicable tariff in force prior to 01-Apr-2021 for a period of five years from DCP.
- 4.11.2. The GM/DIO, DIC will certify (after placing before DIEPC), eligibility of an enterprise to avail this facility based on which the Agencies / Departments concerned shall provide water to such enterprises at the pre-revised tariff.

4.12. TAILOR-MADE INCENTIVE PACKAGE FOR MEGA AND ULTRA-MEGA PROJECTS:

- 4.12.1. The Policy envisages tailor-made incentive packages for Mega and Ultra Mega Projects, based on their significance to the State in terms of economic and employment parameters. A Company/Entity establishing Mega or Ultra-Mega project as per definition given in these guidelines, and desirous of seeking a package of tailor-made incentives are required to make detailed presentation to the Commissioner of Industries and submit project report and other relevant documents including formal request for various incentives and concessions with justifications for each item of such incentives/ concessions. Upon receiving such proposals, the Commissioner of Industries will examine the same and forward it to the Government following due procedure before placing it to the SIPC and SIPB for taking decisions in the matter.

4.13. SPECIAL INCENTIVE PACKAGE FOR ANCHOR UNITS:

- 4.13.1. An anchor unit, for the purpose of special support under this Policy has been defined as the first and lead investor in a designated Industrial Park/ Industrial Area, and whose brand value and potential for backward and/or forward linkages shall stimulate further investment in the Industrial Park/ Industrial Area. An anchor unit shall bring a minimum investment of Rs.500 Crores or employ more than 1000 persons and promote at least five (5) downstream/upstream industrial units.
- 4.13.2. Anchor units will be provided required land for the project as per appraisal based on DPR at concessional price (in the case of APIIC land) as per decision of the SIPB.
- 4.13.3. The window for tailor-made incentives will be open for an anchor unit in case the project falls under the Mega or Ultra-Mega category. In case the project does not fall under Mega or Ultra-Mega category all standard incentives and concessions otherwise applicable as per these guidelines will be available for the project, which will be in addition to the provision of land at concessional price as mentioned in

paragraph- 4.13.2. The SIPB may also consider other additional tailor-made incentives, subject to economic and/or employment significance of the project.

4.13.4. Companies/Entities establishing anchor units as per definition given in these guidelines and desirous of seeking special support under this Policy are required to make detailed presentation to the Commissioner of Industries and submit project report and other relevant documents including formal request for various incentives and concessions with justifications for each item of such incentives/ concessions. Upon receiving such proposals, the Commissioner of Industries will examine the same and forward it to the Government following due procedure before placing it to the SIPC and SIPB for taking decisions in the matter.

4.14. SPECIAL PACKAGE FOR EARLY BIRD PROJECTS:

4.14.1. A special package has been devised for those companies / entities which have signed MoUs during the Global Investors Summit concluded at Visakhapatnam on 04.03.2023 subject to that such companies would go for ground-breaking within six (6) months from 04.03.2023, i.e., on or before 03.09.2023. The details of the special package are given below:

Type	Incentive
Medium Enterprises, Large / Mega / Ultra Mega Industries	Medium Enterprises and Large/Mega/Ultra Mega Industries will be provided the following additional incentives as part of Early bird Incentive scheme: <ol style="list-style-type: none">1. 100% reimbursement of Stamp Duty.2. 100% reimbursement of Land Conversion Charges.3. Reimbursement of 50% of the total infrastructure cost limited to Rs.1.00 Crore.

4.14.2. For the purpose of Early Bird incentives, the Medium Enterprises, Large, Mega and Ultra-Mega Industries shall comply the following procedure to avail the eligible incentives:

- i. Land allotment shall be completed and company shall be in possession
- ii. All requisite clearances and approvals including Environmental Clearance (EC) shall be in place.
- iii. They should achieve Financial Closure. The Enterprise/Industry shall obtain the eligibility certificate from Industries Department duly providing the above documents through Incentives portal.

- 4.14.3. The procedure for availing reimbursement of Stamp Duty and Land Conversion Charges under the Early Bird Scheme shall be same as for these incentives in other cases, as detailed earlier.
- 4.14.4. All eligible Enterprises shall submit their claims in the prescribed application form for reimbursement of infrastructure cost (ANNEXURE-XII) within six months from the date of commencement of Commercial production to the GM/DIO, DIC concerned, through Online Incentive Portal.
- 4.14.5. 'Total infrastructure cost' for the purpose of incentives under Early Bird Scheme means the total investment made by a Company / Entity for creating infrastructure to establish the project for which MoU has been signed during GIS 2023 and such infrastructure may include investments related to:
- a. Drinking and Industrial Water supply.
 - b. Drawing of Power line from the nearest Sub-Station.
 - c. Laying of drainage line from the Enterprise/Industry/Industrial Estate to the existing point or to the natural drainage point:
 - d. Approach Road to the Enterprise/Industry
 - e. Any other items of infrastructure as approved by the Government/SLC.
- 4.14.6. The claim proposals received by the GM/DIO, DIC will be scrutinized, placed before the DIEPC and forwarded to Commissioner of Industries with recommendations for sanction of incentives.
- 4.14.7. The Enterprise/Industry should give a declaration stating that they have not availed any financial assistance from the Government earlier for the proposed Infrastructure to be developed.
- 4.14.8. Declaration from the line department concerned shall be obtained stating that the project is not covered in the budgetary estimates of current year.
- 4.14.9. The infrastructure estimates are to be confirmed by district head of the line department concerned with certificate that no departmental funds are availed for this purpose.
- 4.15. PRIVATE MSME PARKS / FLATTED FACTORY COMPLEXES:
- 4.15.1. The incentives will be processed only upon achieving 50% occupancy for 50% of incentives and the balance 50% upon achieving the 100% occupancy. Accordingly,

online application for incentives shall be submitted by eligible enterprise in two stages i.e., upon achieving 50% occupancy and upon achieving 100% occupancy of the private MSME Park / Flatted Factory Complex. The application will have to be filed within six months of achieving the respective milestones of occupancy as above.

4.15.2. Infrastructure Cost:

Sl. No	Type of Park/ Complex	Eligibility	Categories	% of Reimbursement	Maximum limit
1	Private MSME Parks	Minimum 25 acres of land	All categories (General, BC, Minorities & Women)	25%	Rs.1.00 Crores
2	Flatted Factory Complex (FFC)	Minimum area of 50,000 Sq. ft.			

4.15.2.1. All eligible Enterprises shall submit their claims in the prescribed application form for Infrastructure Cost (ANNEXURE-XII) to the GM/DIO, DIC concerned, through Online Incentive Portal.

4.15.2.2. For calculating the eligible reimbursement of infrastructure cost, following will be considered:

- i. Cost of construction of internal roads and common facilities such as drainage system, ETP etc.
- ii. Cost of buildings and other permanent structure
- iii. Cost of equipment installed.
- iv. Elevators / Lifts for movement of men and material.
- v. Cost of power supply, water supply, air conditioning, and other utility systems

4.15.3. Stamp Duty and Land Conversion Charges:

Sl. No.	Type of Park/ Complex	Eligibility	Categories	% of Reimbursement	Maximum limit
1.	Private MSME Parks	Minimum 25 acres of land	All Categories (General, BC, Minorities & Women)	100%	Not Applicable
2.	Flatted Factory Complex (FFC)	Minimum area of 50,000 Sq.ft.			

4.15.3.1. All eligible Enterprises shall submit their claims in the prescribed application form (ANNEXURE-V) for Reimbursement of Stamp duty and land conversion charges within six months from completion of the project or from the date of issue of these operational guidelines, whichever is later to the GM/DIO, DIC concerned through Online Incentive Portal.

4.15.4. Interest Subsidy:

Sl. No.	Type of Park/ Complex	Eligibility	Categories	% of Reimbursement	Maximum limit
1.	Private MSME Parks	Minimum 25 acres of land	All categories (General, BC, Minorities & Women)	3%	Rs.1.00 Crores over three (3) years
2.	Flatted Factory Complex (FFC)	Minimum area of 50,000 Sq. ft.			

4.15.4.1. All eligible Enterprises shall submit their claims in the prescribed application form given (ANNEXURE-VII) for Reimbursement of Interest Subsidy to the GM/DIO, DIC concerned through Online Incentive Portal. The procedure will be same as in the case of interest subsidy to manufacturing units as detailed earlier.

4.16. RESEARCH & DEVELOPMENT, GLOBAL CAPABILITY CENTRES AND TESTING LABS:

Component	Category	% of Reimbursement	Maximum Limit
Investment Subsidy	All Categories	50%	Rs.3.00 Crores

4.16.1. The scheme is available only for Greenfield (New) projects including in-house R & D

4.16.2. All Research & Development Institutions including in-house R&D, Global Capability Centres and Testing Labs recognized by CSIR/ Department of Scientific and Industrial Research (DSIR), Government of India are eligible for the incentive.

4.16.3. A detailed proposal has to be submitted by the Standalone and Global Capability Centres, clearly indicating the purpose of the R & D and the outcomes anticipated.

4.16.4. In case of in-house R&D, the facility should be clearly demarcated inside or outside of an industrial unit and must be engaged in innovative Research & Development activities related to the line of business of the firm, such as the development of new

technologies, design & engineering, product development, development of new methods of analysis & testing, and research for increased efficiency in the use of resources.

- 4.16.5. R&D facilities engaged solely in market research, work & methods study, operations & management research, testing & analysis of routine nature for operation, process control, quality control and maintenance of day-to-day production, and maintenance of plant shall not be considered.
- 4.16.6. The assistance extended by both the GoAP and GoI shall be limited to 60%/75% of the project.
- 4.16.7. The following components of infrastructure will be considered for calculating eligible investment subsidy:
- i. Buildings and other permanent structure, excluding land cost
 - ii. Equipment installed including computers, tools, testing equipment etc.
 - iii. Cost of power supply, water supply, air conditioning, and other utility systems
- 4.16.8. However, while calculating the Eligible Fixed Capital Investment for the purpose of incentives, the civil works cost shall be limited to 50% of the project cost, in case if it is higher than the cost of the machinery, equipment and other costs.
- 4.16.9. The eligible investment subsidy shall be released in 5 equal annual installments based on the progress made in the research, as approved by SLC.
- 4.16.10. The enterprise shall maintain the facility, at least for 6 years after commencing the operations, failing which, the relevant provisions will be invoked.
- 4.16.11. All eligible Enterprises shall submit their claims in the prescribed application form given for investment subsidy (ANNEXURE-IV) within six months from the Date of Commencement of Functioning or from the date of issue of operational guidelines, to the GM/DIO, DIC concerned, through Online Incentive Portal.
- 4.17. LOGISTICS AND WAREHOUSING:
- 4.17.1. A logistics park for being eligible for incentives under this policy is defined as an area custom-built for the sole purpose of conducting logistics operations. It will provide holistic solution for logistics-related needs with state-of-the-art facilities and infrastructure. Such logistic- related needs may include storage, packing, handling, distribution, and processing.

- 4.17.2. A cold chain, for being eligible for incentives under this policy, is defined as a temperature-controlled supply chain with facilities comprising refrigerated storage and distribution facilities supported by equipment that can constantly maintain the required low-temperature range. A cold chain for being eligible for incentives under this Policy shall not be an exclusive captive facility of an Enterprise; the facilities shall be available to other manufacturing or trading concerns as well, on commercial basis.
- 4.17.3. An Inland Container Depot (ICD) for being eligible for incentives under this Policy is defined as a facility situated in the hinterlands, away from a major port, used for temporarily storing containers before they are moved to the port and loaded on the ships. ICDs may also provide export and import customs clearances.
- 4.17.4. A Warehouse for the purpose of this Policy refers to a place where products or materials can get stored before they move to another location. It can have buildings and other facilities for storage and handling of the products or materials which may either be raw materials, or intermediate inputs for manufacture, or finished products. A Warehouse for being eligible for incentives under this Policy shall not be an exclusive captive facility of an Enterprise; the facilities shall be available to other manufacturing or trading concerns as well, on commercial basis.
- 4.17.5. The State Level Committee (SLC) shall exercise the discretion to accept any logistic infrastructure project other than those defined in the paragraphs 4.17.1 to 4.17.4 above for providing incentives offered as per IDP 2023-27.
- 4.17.6. The following criteria for minimum investments have been stipulated for Logistic Infrastructure Projects for being eligible for incentive support under the Policy:
- | | |
|---------------------------|-----------------|
| Logistic Parks, ICDs etc. | : Rs. 50 Crores |
| Warehouses | : Rs.5 Crores |
| Cold Chains | : Rs. 3 Crores |
- 4.17.7. The Enterprise shall have to provide sufficient parking place and comply with the quality standards as per the norms.
- 4.17.8. The enterprise shall maintain the facility atleast for 10 years after commencing the operations, failing which, the relevant provisions will be invoked
- 4.17.9. The eligible fixed capital investment shall exclude land and transportation vehicles.
- 4.17.10. The assistance shall including the GoAP and GoI shall be limited to 60% of the project.

ESSENTIAL STANDARDS

i) Structural Standards

National Building Code Guidelines for Group H: Storage and are housing Occupancy Guidelines including Part 6 (Guidelines on Prefabricated Structures)

- Adherence to Fire safety standards as prescribed by the National Building Code (Part 4)
- Adequate infrastructure to follow **BIS standards** for Fire safety of Industrial Buildings (IS 3594), Specification for fire extinguishers (IS 2171 and IS 2878) and Code for practice for interior illumination (IS 3646)

ii) Process/Equipment Standards

Standards issued by **Central Pollution Control Board** on prevention of Air, Water, Noise and Environmental Pollution **Security standards** including BIS standards for Surveillance equipment and Security applications (BIS16910:2013 Video Surveillance System for use in Security applications, BIS 13252:2010 Information Technology Equipment-Safety) **Labor management systems** for effective management of manpower deployed and ensuring compliance with labor regulations

NON-ESSENTIAL STANDARDS

i) Structural Standards:

Standards by National Centre for Cold Chain Development

- Guidelines under Food Safety Management System by **FSSAI**
- Guidelines under **National Leak Prevention Association** Standards for Entry, Cleaning, Repair of Underground Storage Tanks (NLPA Std 631),
- **ISO 1006:1983** for Building construction (Pre-fabricated and Brick and Mortar structures)

ii) Process/Equipment Standards:

Standards specified by **BIS** committee TED22 for Material Handling processes

- Adherence to **ISO standards** for Quality Management (ISO 9001), Environment Management (ISO 14001), and Energy Management (ISO 50001)
- Adherence to standards laid down under Leadership Energy and Environmental Design (LEED) Adherence to **Occupational Health and Safety Management Certification** (OHSAS) 18001 to prevent risk associated with workplace hazards

4.17.11. The details of incentives available to eligible logistic projects are given below the procedure to be followed for receiving applications, processing, sanctioning & disbursement etc. shall be the same that followed in the case of manufacturing enterprises, has been detailed in these guidelines.

INCENTIVES AVAILABLE TO LOGISTIC PROJECTS

Component	Incentives
Warehouses, ICD, Cold Storages, FTZ, MMLPs	i) The state accords the status of “Industry” to the Logistics and Warehousing Sector.
	ii) 100% Stamp duty reimbursement on land registration.
	iii) Re-imbursement of 75% of the amount spent on patent registration limited to Rs.5 lakh for domestic and Rs.10 lakh for international patent. (Annexure-XXI: to be applied within six months after registration of patent)
	iv) All other incentives as per IDP 2020-23.

Incentives available as per IDP 2020-23:

1. INVESTMENT SUBSIDY:

Investment in Machinery & Equipment	Annual turnover	% Limit on EFCI	Maximum Limit
Up to Rs.10 Crores	Up to Rs.50 Crores	15%	Rs 20.00 lakhs

2. REIMBURSEMENT OF LAND CONVERSION CHARGES:

Investment in Machinery & Equipment	Annual turnover	% Limit on EFCI	Maximum limit
Up to Rs.10 Crores	Up to Rs.50 Crores	25%	Rs.10.00 lakhs

3. REIMBURSEMENT OF POWER COST:

Investment in Machinery & Equipment	Annual turnover	Reimbursement per KVAH	Maximum limit
Up to Rs.10	Up to Rs.50		

Crores	Crores	Rs.1.00/Unit	For 5 years from DCP
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4. INTEREST SUBSIDY:

Investment in Machinery & Equipment	Annual turnover	% of Reimbursement	Maximum limit
Up to Rs.10 Crores	Up to Rs.50 Crores	3% on term loan taken on FCI	For 5 years from DCP

5. NET SGST- REIMBURSEMENT:

Investment in Machinery & Equipment	Annual turnover	% of Reimbursement	Maximum limit
Up to Rs.10 Crores (Micro & Small)	Up to Rs.50 Crores	100% of Net SGST accrued to the state.	For 5 years from DCP or up to 100% of FCI, whichever is lower.
More than Rs.50 Crores	More than 250 Crores	Net SGST accrued to the state a)100% if direct employment is greater than 2,000 b)75% if direct employment is between 1,000 to 2,000 c)50% if direct employment is less than 1,000	

5. COMPUTATION OF FIXED CAPITAL INVESTMENT:

5.1. LAND:

- 5.1.1. Cost of land required for the successful working of the new industrial enterprise would normally be computed by considering value of five times the plinth area of

the factory building constructed and not exceeding the approved project cost and approved plans. However, in respect of Enterprises/Industries where open land requirements would be large due to the specific nature of the industry, DIEPC/SLC may consider allowing land in excess of 5 times of plinth area on case to case basis. However, cost of site levelling, clearance, laying of roads, etc. will not be considered for capital cost.

- 5.1.2. Value of leased land will be considered for capital cost only if the lease period is 33 years or more.
- 5.1.3. Lease/Sale deed should be registered in the name of Enterprise / Industry / proprietor as the case may be, for sanction of any incentive / concession. In case of other than proprietary firms, lease / sale deeds should invariably be in the name of the unit/ enterprise. Lands inherited would not be considered for capital cost computation. Stamp duty component will not be considered while computing the Fixed Capital Investment.
- 5.1.4. In case of a discount on land cost on lands purchased in APIIC developed IEs/IDA/IPs/MSME Parks, the discounted land cost will not be considered while computing the Fixed Capital Investment for sanction of Investment Subsidy.
- 5.1.5. In case of APIIC lands, incentive claims will be processed based on Lease/ Sale Agreement also subject to the mandatory submission of Registered Lease/Registered Sale deed for release of sanctioned incentives.
- 5.2. FACTORY BUILDINGS:
 - 5.2.1. The value of factory building constructions will be limited to the approved project cost.
 - 5.2.2. Values of own and leased building will not be considered. The Cost of buildings will be computed as per the Approved Plan taking APSFC approved rates/ Approved Standard Schedule Rates (SSR) of Government or the actual cost, whichever is lower. Where the rates of APSFC are not available for the components, the cost of the same may be computed as per the SSR approved by the Government of respective Engineering Departments viz., Panchayat Raj and R & B Department.
 - 5.2.3. However, cost of specialized structural buildings will be computed based on the certification of Chartered Civil Engineer/Structural Engineer with due justification as per designs.
 - 5.2.4. The items of civil works which are permitted for computation towards eligible cost are:
 - a. Main Factory Sheds/ Buildings.

- b. Raw Material and finished products warehouse.
- c. Office room and Lab room.
- d. Cooling water ponds.
- e. Boiler shed and generator room.
- f. Effluent treatment ponds, etc.
- g. Overhead Tank, and pump house and sump.
- h. Fencing and Gate.
- i. Bore-Wells
- j. Architect fee and supervision charges.
- k. Compound wall.
- l. Canteen.
- m. Workers' rest room.
- n. Time Office.
- o. Cycle / Vehicle Stand.
- p. Security Shed and
- q. Toilet room and sanitary fittings.

5.2.5. The total value of items from (h) to (q) and items not covered in the above list , shall not exceed 10% of the total value of civil works i.e., from (a) to (g). Total value of the civil works means items from (a) to (g) only (within the approved project cost). The plinth area of the civil works will be considered for items from (a) to (g) only. For Items from (h) to (q) and similar items, either the actual cost or 10% of the total value of civil works i.e., from (a) to (g) whichever is lesser will be considered.

5.3. PLANT AND MACHINERY:

5.3.1. Value of plant, machinery and equipment installed and the value of tools (other than consumables) Jigs, Dies, Moulds, pollution equipment, lab equipment etc. necessary for production of approved line of activities will be taken into account as per Notification under MSMED Act,2006 of GoI from time to time. Leased plant and equipment are not eligible for incentives.

5.3.2. For the purpose of classification of the industry (Micro/Small and Medium), guidelines issued as per Notification S.O.No.2119 (E) Dated 26th June 2020 of Ministry of Micro, Small and Medium Enterprises the computation of plant and

machinery at Explanation 1 to Sub-Section (1) of Section 7 under The MSMED Act No.27 of 2006 Dated 16th June 2006, is to be adopted and as amended by Gol from time to time. As per the MSME Act 2006, the cost of pollution control equipment, Research and Development, Industrial Safety devices may be excluded.

- 5.3.3. For the purpose of sanction of incentives the computation of eligible fixed capital investment the components under Plant and Machinery as defined under this guidelines will be considered.
- 5.3.4. Enterprise/Industry setup with indigenous second-hand plant & machinery would not be eligible for any incentives. In case of Indigenous Second-hand machinery purchased by the Industry/Enterprise value of indigenous Second- hand plant & machinery should not exceed 25% of the total value of plant & machinery subject to:
- i. The residual life of each item of the second hand plant & machinery is six (6) years in the case of MSEs, eight (8) years in the case of Medium Enterprises and Ten (10) years in the case of Large, Mega & Ultra-Mega projects.
 - ii. The value of such second hand plant & machinery and its residual life shall be certified by Chartered Accountant and Chartered Engineer (Mechanical) as per the format prescribed (Please refer to ANNEXURE – XVI)
 - iii. Value of indigenous plant & machinery (second hand) shall not be considered for eligible fixed capital investment.
- 5.3.5. In the case where the Enterprise/Industry is set up with imported plant & machinery value of imported plant & machinery up to 100% of the total value of plant & machinery shall be eligible for incentives under this policy. That is, imported plant & machinery are considered as equivalent to new plant & machinery. This shall be subject to that such plant & machinery have been imported directly by the Industrial Enterprise.
- 5.3.6. Expenditure on Technical Consultancy / Feasibility study including turn-key charges will be considered towards the Fixed Capital Investment, provided they are part of the approved project cost, capitalized and certified by a C.A., but limited to 10% of the total cost of plant machinery and equipment installed.
- 5.3.7. The value of plant, machinery and equipment procured by new Industrial Enterprise from APSFC / A.P. State Industrial Development Corporation / Nationalised Banks

pertaining to disposed off Enterprise/Industry will be considered, provided such machinery has not enjoyed any incentives under any of the earlier incentive schemes. Only depreciated value of such plant, machinery and equipment, as certified by C.A subject to such machinery having a minimum residual life of further six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Projects certified by a Chartered mechanical Engineer, will be taken into account for computing towards eligible Fixed Capital Investment.

- 5.3.8. In respect of new Industries /Enterprises setup in the premises belonging to disposed off Enterprises from any Financial Institution / disposed off enterprises/industries, if the earlier Enterprises availed incentives, only new assets created with fresh investment would be eligible for incentives.
- 5.3.9. Value of self-fabricated machinery by the new industrial Enterprise/Industry will have to be certified by a Chartered Engineer or Engineer of the term lending institution concerned for the purpose of computing the eligible Fixed Capital Investment.
- 5.3.10. The new Industrial Enterprises set up for "Heavy Structural Fabrications" will be considered for grant of incentives only in case the following minimum plant, machinery and equipment are installed.
- i. Gantry 5/10 tons capacity with chain pulley block or EOT/HOT crane 5/10 tons capacity.
 - ii. Arc welding Transformer with welding Generators or Rectifiers.
 - iii. Gas welding and cutting equipment.
 - iv. Electrical tools namely; Grinder, Rivetter or Drilling Machinery or Pneumatic tools with air compressor.
 - v. Pillar type drilling machine 1" / 1.1/2" capacity.
 - vi. Pug cutting equipment for cutting heavy sections viz. Angles, Plates and Channels.
 - vii. Drafting machine and drawing office equipment (optional).
 - viii. Any other latest equipment to perform heavy structural fabrication in lieu of any of the above equipment.
- 5.3.11. Buildings/ factory sheds and all other productive assets including plant and machinery shall be insured for stipulated continuous production period.

5.4. ITEMS TO BE CONSIDERED FOR FIXED CAPITAL INVESTMENT BY LARGE, MEGA, AND ULTRA-MEGA PROJECTS:

- i. Land: Limited to Five times plinth area of all civil structures within the factory premises. (However, in the case of projects requiring larger extent of land by virtue of the nature of industry, the SLC may grant exemption to this condition.)
- ii. Building: APSFC rates or State Government R & B Department SOR
- iii. Plant and Machinery- actual expenses limited to provision in project cost
- iv. Electricity, water supply and other utility systems- actual expenses, limited to provision in project cost (other than captive power generation)
- v. Staff Quarters: Limited to 10% of project cost
- vi. Internal Infrastructure: Limited to 10% of project cost.
- vii. Captive power generation: Limited to 10% of project cost.
- viii. In house R& D, Quality testing Laboratories, Skill Development Centre, and Logistic infrastructure: Limited to 10% of project cost.
- ix. ETP/ STP: Limited to 10% of the project cost.
- x. Working Capital margin & Preliminary pre-operative expenses: Limited to 10% of the working capital requirement.

5.5. ITEMS NOT COMPUTABLE TOWARDS FIXED CAPITAL INVESTMENT:

- i. Working capital, raw material, stores and all consumables including spare tools, etc.
- ii. Value of the Motor Vehicles
- iii. Pre-operative expenses, advances, expenditure not supported by payment of bills wherever necessary.
- iv. Investment made outside the approved project cost and items not covered by approved project.
- v. Fixed assets created after the DCP and payment made after DCP, such value. [However, (i) in the case of Aided Enterprises, fixed assets not related to core-production like packing equipment created within 6 months after DCP based on Term Loan sanctioned prior to DCP but disbursed after DCP will be considered. (ii) in the case of self-financed Enterprises, fixed

assets not related to core-production, created within 6 months after DCP will be considered, if payment for the same was made before DCP].

- vi. Diesel Generator is not allowed for computing eligible Fixed Capital Investment.
- vii. Transformer cost is not allowed for computing eligible Fixed Capital Investment.

6. GENERAL GUIDELINES:

- 6.1. The claim applications filed after six months but before one year from the specified date as defined for sanction of incentives will be treated as belated claims and are eligible for 50% of all the incentives. All claims filed beyond one year are not eligible for any incentives. In case any claim application is received beyond one year after commencement of production, it will be considered on case to case basis as per specific Government instructions duly placed before the SLC.
- 6.2. All eligible MSMEs and Large, Mega & Ultra-Mega projects should furnish a registered lease deed for a minimum six (6) years production period from the DCP, if the project is established in a leased property.
- 6.3. If any eligible enterprise taking up expansion/diversification had availed Investment Subsidy at any time previously, the total subsidy amount (that is sum of the subsidy previously availed and the subsidy related to the expansion/diversification) will be limited to the maximum limit of investment subsidy as per IDP 2023-27.
- 6.4. Existing Industrial Enterprise setting up a new unit for the same or different product line, with separate identifiable investment within the same land of the existing unit with compound wall separating the two units having separate entry/out gate are also eligible for incentives. The term 'separate identifiable investment' shall mean that the two units (i.e., existing and new) should not have any production linkage with the existing manufacturing process, such as using common rail loading system for unloading raw materials and transporting finished products, the new unit should be in a separate building/shed, should maintain separate books of accounts and the project should be appraised independently by financial institution as a viable project in case of aided units. In case of self-financed units, Project Cost shall be validated and approved by the SSC/MDC.
- 6.5. The intermediary products or by-products of the original unit can be an input to the new unit.

- 6.6. A new project will not, however, be regarded as a 'separate Identifiable Investment' if the utilities of the existing Enterprise/Industry like water, electricity etc. are without separate main meter (no sub-meter), steam, and pollution control systems, packaging etc. are extended to the new unit. Machinery bills and sale bills shall be maintained in the name of unit-I and unit-II etc. and the same should be reflected in the annual financial statements separately.
- 6.7. However, the two units can have Common Effluent Treatment Plant, Sewerage Treatment Plant, and any other similar items approved by the SLC. Investment in such shared common facilities will be considered for the purpose of incentives only if the same have been established as part of the new unit, and duly included in the approved project cost.
- 6.8. In case of any doubt/ambiguity in deciding the 'Separate Identifiable Investment' the decision of SLC shall be final.
- 6.9. If any existing Industrial Enterprise setting up a new Industrial Enterprise with Separate Identifiable Investment for the same end product/new product at different location in the same name it will be treated as new Enterprise/Industry (Separate Identifiable Investment) for the purpose of sanction of various incentives, even though there is no separate GST registration number and separate marketability, since the Commercial Tax Department is issuing only one GST Registration number for one dealer even they have more than one Enterprises/Industries within the State. However, they must maintain separate books of accounts for each location.
- 6.10. Expansion/Diversification industry should also obtain all the statutory/ required approvals.
- 6.11. All the Enterprises should have Permanent Account Number (PAN) and should regularly file the Income Tax Returns in the name of the legal entity; i.e., proprietor in the case of sole proprietorship, firm in case of partnership and in the name of the company in case of Private Limited companies etc.
- 6.12. The following details shall be submitted by the entrepreneur:
- a) Aadhaar number (required for Udyam Registration). The Aadhaar number shall be of the proprietor in the case of a proprietorship firm, of the managing partner in the case of a partnership firm and of a karta in the case of a Hindu Undivided Family (HUF).
 - b) In case of a Company or a Limited Liability Partnership or a Cooperative Society or a Society or a Trust, the organisation or its

authorised signatory shall provide its GSTIN and PAN along with its Aadhaar number.

- c) Following are required to be provided based on the type of enterprise Company:

Details	Sole Proprietorship (In the Name of)	Partnership Firm (In the Name of)	Pvt. Ltd / PublicLtd, / Society/ LLP / etc (In the Name of)
GSTIN	Name of theEnterprise	Name of the Enterprise (Partnership firm)	Name of the Legal Entity
Aadhaar	Name of the Entrepreneur (Proprietor)	Name of the Managing Partner of the Partnership firm	Name of the Managing Director
PAN	Name of the Entrepreneur (Proprietor)	Name of the Firm	Name of the Legal Entity

- 6.13. Incentives as per this Policy shall be available only to those enterprises meeting the criteria of having minimum 75% of employees with genuine domicile in Andhra Pradesh.

7. INELIGIBILITY:

- 7.1. Enterprises/Industries listed in Annexure–I set up by General/ BC/ Minority entrepreneurs are not eligible for any incentives / Concessions.
- 7.2. New Industrial Enterprise established with plant and machinery on lease is not eligible for incentives/concessions.
- 7.3. New Industrial Enterprise established with indigenous second hand machinery is not eligible for incentives/concessions except where the cost of such machinery does not exceed 25% of the total cost of plant and machinery.
- 7.4. Composite industrial enterprises set up for manufacture of an eligible item along with an item are not eligible for incentives/concessions except when the proportion of ineligible items in the total production is less than 10% in value of the total turnover.

8. CHANGE OF CONSTITUTION/ MANAGEMENT/ NAME/ STYLE OF THE ENTERPRISE:

- 8.1. Where an entity (Proprietary firm/Partnership firm, Company etc.), after having availed any incentive/concession as per this Policy, intends to change its

constitution, management, name or style within the first six (6) years for MSMEs and six(6) years for Large, Mega and Ultra-Mega Industries from the DCP such an entity shall:

- i. Obtain NOC for the same from the financial institutions/ Banks where from financial assistance if any has been availed
- ii. Submit an affidavit about the management change and details of the new promoters and directors
- iii. Produce certificate of incorporation from the Registrar of Companies/ Registrar of Firms/ other competent authority along with Memorandum of Association & Articles of Association in the case of a company and similar documents as applicable in the case of other concerns, immediately on change of constitution, change of name or style etc.
- iv. Submit any other relevant documents/ details as the DIEPC/SLC may deem as necessary.

9. RESTRICTION OF TRANSFER/ SALE OF ASSETS:

- 9.1. Where an entity (Proprietary firm/Partnership firm, Company etc.) has availed any incentive/ concession under this Policy such an entity shall not be allowed to transfer/ sell its assets which have been considered while sanctioning the incentive/ concession, within the first six (6) years for MSMEs and Large Industries and six (6) years or the period of Special incentives whichever is later, in respect of Mega and Ultra-Mega Industries from the DCP.
- 9.2. In case due to reasons beyond the control of the enterprise/promoters it becomes inevitable to windup operations of the unit or exit the business, exemption in the above stipulation may be agreed to by the SLC subject to appropriate conditions including remittance of full or part of the value of incentives availed. The number of years operated after DCP shall be the criterion in this regard.

10. LEASE OF ENTERPRISE/ INDUSTRY:

- 10.1. In case the Industrial Enterprise that has availed incentive/concession and its management is not able to run the Enterprise/Industry and intends to lease out the assets/ facilities to another management within the first six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Industries from the DCP, such an enterprise shall obtain NOC from the financing institutions concerned in respect of aided Enterprise/Industry and thereafter seek approval of DIEPC/SLC. All enterprises which have availed incentive/ concession under this Policy shall be required to seek the prior approval of DIEPC (for Micro Enterprises)/SLC (for

others) for leasing out its the facilities.

11. CHANGE OF LOCATION OF INDUSTRIAL ENTERPRISES DURING CONTINUOUS PRODUCTION PERIOD:

- 11.1. Any Enterprise proposing to shift their location within the District during the Continuous Production Period shall obtain NOC from the financing institutions concerned in respect of aided Enterprises/Industries and thereafter seek the approval of DIEPC concerned/ SLC. Self-financed enterprises shall be required to seek prior approval from DIEPC/ SLC for change of location. It shall be an irrevocable obligation on the part of the enterprises to provide documentary evidence/ proof regarding shifting of location of Production/ Operation once such shifting has been effected.
- 11.2. Any Enterprise other than belonging to Micro Enterprises proposing to shift their location outside the District but within the State during the Continuous Production Period shall obtain NOC from the financing institutions concerned in respect of aided Enterprises/Industries and thereafter seek the approval of SLC. Self-financed enterprises not being Micro Enterprises shall be required to seek approval from SLC for change of location. In the case of Micro Enterprise, the respective DIEPC shall have the authority to grant the approvals for shift of location to any part of the State. It shall be an irrevocable obligation on the part of the enterprises to provide documentary evidence/ proof regarding shifting of location of production/ operation once such shifting has been effected.
- 11.3. No enterprise that has availed incentive/ concession under this Policy shall be allowed to shift its production/ operation outside the State during the Continuous Production Period.

12. MERGER/ AMALGAMATION OF INDUSTRIAL ENTERPRISE:

- 12.1. Approval of the SLC is necessary for merger/amalgamation of one or more Enterprises/ industries in case at least one among such enterprises/ industries has availed incentive/ concession under this Policy. In all such cases application shall be submitted by the Enterprises/ industries concerned to the Commissioner of Industries through GM/DIO, DIC concerned along with the necessary orders of appropriate forum under Companies Act, NOC from the Financing Institution(s), amended LI/IL/IEM and Incorporation Certificate from the Registrar of Companies (RoC).
- 12.2. Partnership Firms shall submit NOC from their Financing Institution(s) and Firm Registration certificates granted by competent authority.

- 12.3. Proprietary concerns shall submit NOC from the Financing Institution(s).
- 12.4. The enterprises/industries concerned shall be liable to submit any other documents than those mentioned above, as the SLC may deem as necessary for its consideration before providing approval for the merger/ amalgamation.
- 13. CHANGE IN LINE OF ACTIVITY/ INCLUSION OF ADDITIONAL LINES OF ACTIVITY:**
- 13.1. If an Enterprise/Industry starts manufacturing new eligible items without any additional Machinery or equipment, with the same plant & machinery, then such items shall be permitted for availing Net SGST reimbursement within the period of five (5) years from the DCP of the original product. They should obtain prior approval from DIEPC in respect of Micro Enterprise and SLC in respect of Small, Medium Enterprise, Large, Mega, and Ultra- Mega projects before taking up production of such new items respectively for availing reimbursement of Net SGST as above.
- 14. BREAK IN PRODUCTION:**
- 14.1. The Industrial Enterprises availing incentives should be in continuous production for a period of six (6) years for MSMEs and Large Industries and 6 years of the period of special incentives whichever is later in respect of Mega and Ultra-Mega Projects from the DCP failing which all incentives/concessions sanctioned are liable to be cancelled and the incentives/concessions already availed are liable for recovery.
- 14.2. In this regard, the GM/DIO, DIC concerned should monitor the progress of these Enterprises and submit report to the Commissioner of Industries on a half yearly basis. Break-in-production up to a period of three (3) years due to the reasons beyond its control such as scarcity of raw-materials, fire accidents and natural calamities etc. may be condoned by DIEPC in case of Micro Enterprises and SLC in case of Small, Medium, Large, Mega, and Ultra-Mega Industries on merits. Any break-in-production will result in extending the continuous production period to the extent of such break in production.
- 15. PROCEDURE FOR SANCTION OF INCENTIVES:**
- 15.1. **Profession Tax:** Payment of Profession Tax is mandatory for obtaining industrial approvals/ licenses, renewals and for availing incentives as per the Andhra Pradesh Tax on Professions, Trades, Callings and Employment Act 1987. All entrepreneurs shall submit the undertaking that they are paying the profession Tax to the Government. All inspecting officers should ensure the payment of profession tax by the enterprises before placing in the SVC/DIEPC in respect of Micro

Enterprises and sending recommendation to the SLC in case of Small, Medium Enterprises, Large, Mega and Ultra- Mega Projects.

- 15.2. **Sanction procedure:** All claims for incentive application shall be made on the online incentive portal.

Micro Enterprises

The claim application will be processed and will be placed before DIEPC within 100 working days from the date of receipt of application in full shape.

If the claim application is not in full shape, the GM/DIO request the unit for submission of requisite documents within 7 working days failing which the application will be processed with available documents which may result in rejection of the claim.

Small & Medium Enterprises and Large, Mega & Ultra Mega Projects

The enterprise/Industry will file the claim application to GM/DIO through online incentive portal. GM/DIO in turn sent to Col with his due recommendation within 20 working days from the date of claim application in full shape from the applicant.

After scrutiny by GM/DIO, if any shortfalls are noticed, the same will be informed to the applicant with a request to furnish the shortfall information within 7 working days, failing which the same will be processed with available information which may lead to rejection of the claim. O/o Col will process the claim application as per seriatim and place before SLC within 80 working days from the date of receipt of the claim application from GM/DIO.

In case of any shortfall, O/o Col will inform the applicant for submission of requisite documents within 7 working days failing which the application will be processed with available documents which may result in rejection of the claim.

- 15.3. **For Aided Units:** On receipt of the first application of claiming incentives from the industrial Enterprises concerned for sanction of incentives under the scheme, the designated DIC official should inspect the Enterprise/Industry and verify all the records/documents as per the Verification-cum-recommendation (ANNEXURE-XXII) of the operational guidelines with check-list. (ANNEXURE-XX).
- 15.4. Micro Enterprises of Investment on Plant & Machinery/ Equipment up to Rs.30.00 lakhs should be inspected by Industrial Promotion Officer (IPO) concerned and submit the report to General Manager/DIO, DIC through Area Officer concerned.

- 15.5. Micro Enterprises of Investment on Plant & Machinery/ Equipment over and above Rs.30.00 lakhs and Small Enterprises shall be inspected by Assistant Director/Deputy Director of concerned area along with concerned area IPO and submit the report to General Manager/DIO, DIC.
- 15.6. Medium Enterprises, Large, Mega and Ultra-Mega Projects should be inspected by the General Manager/DIO, DIC along with concerned area officer and concerned area IPO.
- 15.7. The inspecting officers are solely and severally responsible for the inspection and they should upload the inspection reports in the portal within 48 hours duly following the norms as per Ease of Doing Business. Inspection report will be made available to the entrepreneur through his login. If the entrepreneur doesn't agree with the inspection report, he/she can appeal within 3 months of publication and uploading of inspection report. For Micro Enterprises appellate authority shall be the District Collector. For Small, Medium Enterprises, Large, Mega and Ultra-Mega Projects, the appellate authority shall be the Commissioner of Industries/Director of Industries..
- 15.8. **For Self-Financed Units:** Self-Financed Units will be inspected by Multi-Disciplinary Committee (MDC) consisting representatives of DIC, APSFC and Commercial Tax Department. Under the concept of Ease of Doing Business, the inspection system was delegated among IPOs, ADs/DDs and GM as detailed below:
- 15.9. For Micro Enterprises of Investment on Plant & Machinery/ Equipment upto Rs.30.00 lakhs, the MDC comprises concerned IPO, Deputy Manager of APSFC and representative of Commercial Tax Department.
- 15.10. For Micro Enterprises of investment on Plant & Machinery/ Equipment over & above Rs.30.00 lakhs and Small Enterprises, the MDC comprises concerned Assistant Director/Deputy Director, Manager of APSFC and Deputy Assistant Commissioner (ST) of Commercial Tax Department.
- 15.11. In case of Medium Enterprises, Large, Mega & Ultra- Mega Self-Financed Units, Standing Scrutiny Committee (SSC) consisting Additional Director of Industries, Branch Manager of APSFC and Assistant Commissioner (ST) of the concerned area. However, concerned General Manager will be the hand holding officer between enterprise and SSC.
- 15.12. If it is an aided or self-financed Enterprise/Industry, the inspecting officers should verify all the machinery as per machinery list with bills, payment proofs and certify on the list of machinery as follows:

“Verified Plant & Machinery. Found tallying with the list. Duly erected and

put to use and is required for manufacturing the approved lines of activities. There are no second hand machinery items in the list”.

- 15.13. If any second hand machinery exists in the list, it can be certified accordingly.
- 15.14. If it is an aided Enterprise/Industry, the financial institution & concerned Inspecting Officer should certify that “this is to certify that from the above list of plant & machinery Sl. No.....to are new and Sl.No..... to.....are second hand machinery. Wherever there is a difference of opinion on the genuiness of plant and machinery between financial institution and the departmental officer, the unit may be ordered for inspection by MDC / SSC after placing the issue before the DIEPC / SLC as the case may be.
- 15.15. Scrutiny/Verification Committees (SVC) at the State Level and District Level are constituted for scrutinising and recommending the claims for these incentives to the SLC/DIEPC respectively.
- 15.16. Committees at the State Level and District Level are constituted for sanction/rejection of the claims for these incentives.
- 15.17. **Inspection Procedure:** The concerned inspecting officers shall inspect the units once in 6 months after first inspection / from the date of previous inspection in case of Micro and Small Enterprises and once in a year in case of Medium Enterprise/ Large/ Mega/ Ultra-Mega Projects. The annual reports and annual performance reports as mentioned in Paragraph No. 22 shall be obtained from the entrepreneur during the inspection, if not uploaded in the prescribed format and the same shall be uploaded in the portal. The claims received further shall be processed based on the earlier inspection / performance report filed earlier without inspecting the unit again physically. These annual reports and annual performance reports shall also be utilized for analyzing the efficiency / performance of the unit and for facilitating other benefits if any. An inspection report shall be filled online to access the performance of the unit and facilitate them to improve their performance.
- 15.18. **Service Level Agreement (SLA) for sanction of Incentives:** Receiving and processing of claim applications shall be strictly as per seriatim. It shall be ensured that the same are placed before the DIEPC within 100 days from the date of filing of application in respect of Micro Enterprises. In respect of Small, Medium, Large, Mega, and Ultra- Mega projects, the applications will be received at GM/DIO and with the recommendation of GM/DIO, the office of the Commissioner of Industries will process the claim application strictly as per seriatim and place the same before SLC within 100 days from the date of filing of application, if they are in full shape. In case of any claims application in respect of which all the necessary documents

are not enclosed or the enclosed documents are not appropriate, the General Manager /DIO should notify the same in online portal clearly to the applicant and return the claim application to the applicant. Upon that the applicant shall submit that appropriate documents as notified by the GM/DIO within 30 days from the date of receipt of the claim application so returned online. Up on receipt of the documents from the applicant the GM/DIO shall process and place it before DIEPC within 100days from the date of resubmission of application. If in any case the applicant fails to respond and resubmit the application along with the appropriate documents within 30 days, the application shall automatically migrate to the login of the GM/DIO concerned. The GM/DIO shall process the claim with available documents and place before DIEPC with 100 days of receipt of the auto-migrated application. The above notification issued by the GM/DIO shall be the first and final notice to the entrepreneur and no further notice shall be required for taking a decision of DIEPC/SLC. All claims shall be sanctioned or rejected within SLA. In case of rejected claims there is a provision for appeal before the Commissioner / Director of Industries (Appellate Authority) in case of Micro enterprises and Special Chief Secretary/Principal Secretary/Secretary for Industries and Commerce (Appellate Authority) in case of Small, Medium, Large, Mega and Ultra Mega enterprises/industries, within 30 days from the date of rejection.

15.18.1. District level:

Movement of file	Max. no. of days
IPO/ AD/DD to GM/DIO	25
GM/DIO to SVC completion	30
SVC to DIEPC	30
DIEPC to Issue of sanction proceedings	15
Total	100

15.18.2. State level:

Movement of file	Max. no. of days
GM to State AD/DD	20

State AD/ DD to JD to Additional Director.	20
Additional Director to SVC completion	20
SVC to SLC	25
SLC to Issue to sanction proceedings	15
Total	100

16. COMMITTEES ON INCENTIVES:

16.1. STATE LEVEL SCRUTINY AND VERIFICATION COMMITTEE:

- 16.1.1. The State Level Scrutiny and Verification Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	Additional Director	Chairman
2	Nominee of Inspector General, Registration & Stamps, Revenue Department	Member
3	Nominee of The Chief Commissioner of State Tax, Commercial Taxes Department.	Member
4	Nominee from SLBC	Member
5	General Manager, A.P. State Financial Corporation, or his nominee.	Member
6	Nominee of Managing Director, A.P. Industrial Infrastructure Corporation	Member

7	Nominee from CMD, AP TRANSCO	Member
8	Nominee from CMD, APEPDCL, Visakhapatnam	Member
9	Nominee from CMD, APCPDCL, Vijayawada	Member
10	Nominee from CMD, APSPDCL, Tirupati	Member
11	Joint Director- Incentives	Member- Convener

16.1.2. The above committee shall scrutinize the various incentive claim applications from eligible Small, Medium, Large, Mega, and Ultra- Mega Projects and make recommendations to the SLC regarding sanction of incentives.

16.2. DISTRICT LEVEL SCRUTINY VERIFICATION COMMITTEE:

16.2.1. The District Level Scrutiny and Verification Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	General Manager/District Industries Officer, District Industries Centre	Chairman
2	Manager, A.P. State Financial Corporation of concerned District	Member
3	Zonal Manager, A.P. Industrial Infrastructure Corporation concerned District or his nominee	Member
4	District Registration & Stamps, Revenue Department or his nominee	Member
5	Representative from DISCOM concerned	Member

6	Assistant Commissioner (ST), Commercial Taxes Dept. or his nominee	Member
7	Lead District Manager or his nominee	Member
8	Deputy Director/Assistant Director of Industries concerned	Member - Convener

16.2.2. The above committee shall scrutinize the various incentive claim applications from eligible Micro Enterprises and make recommendations to DIEPC regarding sanction of incentives.

16.3. POWERS OF SCRUTINY AND VERIFICATION COMMITTEES:

16.3.1. After receipt of claim application, the Member-Convener will prepare the appraisal note for each case in the form prescribed for placing before respective Scrutiny-cum-Verification Committee for making recommendations to the SLC/ DIEPC.

16.3.2. The Scrutiny-cum-Verification Committees will meet as often as required, but not less than once in a month. The Member - Convener will arrange to record the minutes of each meeting, get them duly approved by the Additional Director concerned / General Manager/District Industries Officer concerned and will be placed before SLC/ DIEPC.

16.3.3. After receipt of recommendations of Scrutiny-cum-Verification Committee, the Member- Convener of SLC/DIEPC will prepare the agenda note for placing before SLC/DIEPC for taking decision.

16.4. STATE LEVEL COMMITTEE (SLC):

16.4.1. The State Level Committee shall comprise of the following members:

Sl. No	Committee Members	Role
1	Commissioner of Industries	Chairman
2	Additional Secretary/Joint Secretary/Deputy	Member

	Secretary to Government, Finance & Planning (Fin. Wing) Dept., dealing with the subject	
3	Additional Secretary/Joint Secretary/Deputy Secretary to Government, Industries & Commerce Department	Member
4	Commissioner & Inspector General, Registration & Stamps, Revenue Department or his nominee.	Member
5	The Chief Commissioner of State Tax Department or his nominee	Member
6	Commissioner of Labour or his Nominee (above Joint Director)	Member
7	Commissioner, Transport or his nominee	Member
8	Commissioner of Social Welfare or his nominee	Member
9	Commissioner of Tribal Welfare or his nominee	Member
10	CMD, APTRANSCO or his nominee	Member
11	CMD, APEPDCL or his nominee	Member
12	CMD, APCPDCL or his nominee	Member
13	CMD, APSPDCL or his nominee	Member
14	Managing Director, A.P. State Financial Corporation, or his nominee	Member
15	Representative from SLBC/ Convener, SLBC	Member
16	Nominee of SIDBI	Member

17	Member Secretary, APPCB or his nominee	Member
18	VC & MD, A.P. Industrial Infrastructure Corporation, or his nominee	Member
19	Five (5) to Seven(7) representatives of Industrial Associations as decided by Chairman of SLC	Member
20	Representatives of any Department of State Government/ Organizations/ Financial institutions as Special Invitee whenever necessary	Invitee
21	Additional Director of Industries	Member-Convener

16.4.2. The above Committee shall consider the recommendations of SVC and shall take appropriate decision including sanction or rejection of the claims related to Small, Medium, Large, Mega, and Ultra- Mega Projects.

16.4.3. The representatives from the government departments shall be of the rank of Joint Director or above.

16.5. DISTRICT INDUSTRIAL AND EXPORT PROMOTION COMMITTEE (DIEPC):

16.5.1. The District Industrial and Export Promotion Committee shall comprise of the following members:

Sl. No.	Committee Members	Role
1	District Collector	Chairman
2	Regional Authority of Directorate General of Foreign Trade	Co- Chairman
3	Representative of Regional office of MSME, Government of India or / and Representative of MSME – DFO as necessary	Member
4	Representative from Sector specific Export Promotion Council	Member

5	Representative from Quality & Standards implementation body for products / services	Member
6	Representatives from the sector specific Ministries in Government of India (Agriculture, Fisheries, Mines & Geology, Drugs & Pharmaceuticals, Horticulture & food Processing etc,)	Member
7	Representatives from the sector specific Ministry of State Government as required as Member	Member
8	Representative from the Commercial Taxes Department/ GST	Member
9	Representative from the Road Transport Authority	Member
10	Branch Manager, A.P. State Finance Corporation	Member
11	Deputy Chief/ Inspector of Factories Dept.	Member
12	Environmental Engineer, APPCB	Member
13	Representative from Marketing Department.	Member
14	Superintendent Engineer / Divisional Engineer, APTRANSCO/DISCOMs	Member
15	Zonal Manager, AP Industrial Infrastructure Corporation	Member
16	Sectorial Agencies Specific to Product identified in each district(NABARD etc.)	Member
17	Representative from Social Welfare Dept.	Member
18	District Panchayat Officer	Member
19	Commissioner, Municipality / Urban Development	Member

20	Lead District Officer / Lead Bank Manager	Member
21	Five (5) representatives of Industrial Associations	Member
22	Representatives of any Department of State Government or Expert as Special Invitee whenever necessary	Member
23	General Manager/District Industries Officer, District Industries Centre	Member - Convener

16.5.2. The above Committee shall consider the recommendations from SVC and shall take appropriate decision including sanction or rejection of the claims from Micro Enterprises.

16.6. POWERS OF SLC AND DIEPC:

16.6.1. The SLC and DIEPC will meet as often as required, but not less than once in two months in so far as sanction of incentives are concerned. The Member- Convener will arrange to record the minutes of each meeting, get them duly approved by the Chairperson and circulate to all the members.

16.6.2. The decisions of the DIEPC shall be final in scrutinizing, deciding the eligible investment, and sanctioning the incentives in implementation of the Government Orders. However, DIEPC can also review the earlier decisions wherever necessary, regarding scrutiny and sanction within the framework of the Policy. In case of any doubt/ambiguity on any issue or item covered by these guidelines for implementing the scheme of IDP 2023-27, the decision / interpretation of DIEPC will seek directions of the SLC.

16.6.3. The decisions of the SLC shall be final in scrutinizing, deciding the eligible investment, and sanctioning the incentives in implementation of the Government Orders. However, SLC can also review the earlier decisions wherever necessary, regarding scrutiny and sanction within the framework of the Policy. In case of any doubt/ambiguity on any issue or item covered by these guidelines for implementing the scheme of IDP 2023-27, the decision / interpretation of SLC will seek directions of the Government.

16.6.4. In view of delegation of powers to districts for scrutiny and sanction of claims in

respect of Micro Enterprises as defined in MSME Act from time to time, a system of review and intervention on all pending claims beyond two months from the date of receipt of the proposal at the DICs will be reviewed by SLC and initiate appropriate action for concluding the proposals / claims. The Commissioner of Industries shall pick up a list from the sanctioned incentives to take up random inspections. SLC will select at least 20% of sanctioned claims by the DICs to cause random scrutiny of the files including visit of the unit to ensure a fair system of checks and balances.

16.6.5. The SLC has powers to condone the break-in-production period up to three (3) years in respect of Small, Medium, Large, Mega, and Ultra-Mega Projects. Similarly, DIEPC has the power to condone the break-in-production period up to three (3) years in respect of Micro Enterprises. However, such break-in-production period should be due to the reasons beyond the control of the management such as shortage of raw- materials, power etc., fire accidents, and natural calamities. In cases where change of management has taken place, reasonable transition period can also be considered in case there has been break-in-production due to such change of management.

16.6.6. The SLC will review the working of the scheme and release of funds.

17. RESPONSIBILITIES OF THE MEMBER-CONVENOR

17.1. MEMBER CONVENOR- STATE LEVEL COMMITTEE

17.1.1. Convening the SLC meetings, drawing up the minutes of the meetings and communicating these to the members with the approval of the Chairperson.

17.1.2. Once incentives are sanctioned, disbursement of funds to the respective enterprises/industries observing the chronological order based on sanctions within the set pattern and norms approved by SLC.

17.1.3. Apart from that, Government will also examine the release of funds on case to case basis to Industries which are affected by Natural Calamities, Fire Accidents, NPA etc.

17.1.4. Guidelines for prioritization of release of sanctioned incentives issued vide G.O.Ms.No. 32 Industries and Commerce (P&I) Department Dated 07.02.2019 in respect of Women/MSME/Sick Enterprises and Industries intends to go for expansion or diversify their projects, on case to case basis, basing on the merit of the enterprise shall be followed.

17.1.5. Monitoring effective implementation of the Scheme.

17.2. MEMBER CONVENOR- DISTRICT INDUSTRIES & EXPORT PROMOTION COMMITTEE:

- 17.2.1. Convening the DIEPC meetings, drawing up the minutes of the meetings and Communication to the members and to the Commissioner of Industries with the approval of Chairperson.
- 17.2.2. Maintaining necessary accounts and registers and furnishing details as and when called for by the SLC / Commissioner of Industries and producing such records and details for audit.
- 17.2.3. The incentive sanction register should be maintained in the form prescribed.

18. PROCEDURE FOR DISBURSEMENT OF FUNDS:

- 18.1. All sanctioned claims shall be kept ready in the chronological order of date of sanctions for disbursement. The sanctioned amount will be disbursed as and when the units turn comes as per seriatim for disbursement from the funds available. After receiving the incentive sanction letter from Department to entrepreneur's login, the unit holder will have to upload the release documents i.e Agreement Bond, Advanced Stamped Receipt & Assignment Letter through online for release of the sanctioned incentive. The designated inspecting officer, after receipt of release documents through online shall verify the release documents and after satisfying himself on the physical verification that the Enterprise is working continuously & adhering to stipulations/ conditions of incentive shall forward the release documents to GM/DIO, DIC with recommendations. Further, GM/DIO, DIC shall submit the same to Commissioner of Industries/ Director of Industries through online for further process. The investment subsidy component should be credited to the term loan account only and other incentive components may be credited to term loan/CA/CC/SB account as per the option given by the entrepreneur. If the Term Loan is closed or outstanding of the Term loan is less than the Incentive amount to be disbursed, the entrepreneur shall submit the account details and NOC from Term Loan lending institution through entrepreneur's login. In such cases only, the investment subsidy and other incentive components shall be credited to CA/CC/SB Account as per the option given by the entrepreneur. Option shall be given to edit their account details with necessary documents such as first page of the bank statement/crossed cheque leaf/NOC from the banker. In such cases, the GM/DIO, DIC of the concerned district shall verify the account number, IFS code and other details thoroughly and authorize the details received from the entrepreneurs through online and forward the same to the Joint Director of Industries (Incentives) of the Head office for updating the same.

- 18.2. Government will allocate the funds as and when available for disbursement of incentives under the scheme. The same will be released to the individual enterprises as per due procedure.
- 18.3. Disbursements (as per yearly limits and total limit in a period of 5 years for a given enterprise, as stipulated in these guidelines) shall be made in a bunch of cases through release proceedings generated through online system; for SLC sanctions by the Commissioner of Industries and DIEPC sanctions by the District Collector respectively observing the chronological order of such meetings held and the same shall be approved by the Commissioner of Industries. The disbursement shall be made on the Integrated CFMS system based on the Release Proceedings generated.
- 18.4. In case of Enterprises which have availed any bridge loans against the anticipated subsidy, the subsidy amount shall be released first to the Financial Institution which has sanctioned and released bridge loan, to discharge the liability in full against such sanction and balance amount, if any, would be released in the manner prescribed.
- 18.5. Wherever the GM/DIO, DIC finds any Industrial Enterprise sick, closed, change of management taken place, change of financial institution, shifting part of the machinery etc. or for any other reason not worthy of receiving subsidy, till further examination, the Commissioner of Industries/Director of Industries/GM/DIO,DIC shall not disburse the subsidy to such Enterprise/Industry and a written intimation to be given to the Industry/Enterprise by the GM/DIO, DIC. In such cases the subsidy shall be disbursed as per the decision of SLC.
- 18.6. The sanctioned industrial incentives should be released after satisfying the designated inspecting officer on physical verification of the enterprise that the enterprise working continuously, the assets are intact and there is no change in management, no change of finance institution.
- 18.7. The Policy has envisaged various incentives and concessions to provide support to deserving entrepreneurs and corporate entities and thereby propel industrial development of the State. While Government will strive to provide support to the enterprises through such incentives and concessions, unanticipated constraints may result in difficulties for timely release of incentive/ concession. Such an eventuality shall not tantamount to any binding legal obligations on the part of Government.
- 18.8. Government will allocate the funds for disbursement of incentives under the scheme(s). The incentives will be released to the individual enterprises as and

when funds are made available, as per due procedure. The disbursement shall be made on the Integrated CFMS system based on the Proceedings generated in seriatim, as and when the funds made available in the larger Public Interest.

- 18.9. However, in the following circumstances, the incentives will be released on priority basis, subject to availability of funds.
- a) Natural calamities
 - b) MSME's
 - c) Sick units, Certified by the banker and DIEPC
 - d) Women Entrepreneurs 100% share of women entrepreneurs.
 - e) Projects going for expansion /Diversification -Projects Intend to re- invest with over and above 50% of the cost of original project and 50% capacity enhancement over the original capacity.
- 18.10. The sanctioned incentives will be paid in any mode/form. The fiscal Incentives form small part of the overall support extended by the state to the industries. The incentives are meant to complement the efforts of the industries in setting up their units in the state. Thereby the incentives do not carry any interest, as the A.P. Industrial Development Policy doesn't prescribe any time limit for the payment of incentives, though it is a commitment of the State.
- 19. RESPONSIBILITIES OF GM/DIO, DICs:**
- 19.1. Receiving and processing of claim applications strictly as per seriatim and to ensure placing the same before the SVC and DIEPC as per the SLA limits specified in respect of Micro Enterprises. In respect of Small, Medium, Large, Mega, and Ultra-Mega projects, GM/DIO, DIC will receive and process the applications and make recommendations to the Commissioner of Industries. The same will be placed, strictly as per seriatim, before SVC and SLC within SLA limits specified.
- 19.2. To initiate action to recover the incentives wherever warranted. The GM, DIC should monitor the units particularly in respect of matters like break-in- production, break in partnership or ownership of the unit etc. and submit report to the Commissioner of Industries on a half yearly basis.
- 19.3. The General Manager/DIO, DIC shall monitor the online incentive applications received and actions taken thereon by the inspecting/ processing officers. The officers shall visit the industry and shall submit reports within prescribed period. The General Manager/DIO shall review the cases wherever there are delays beyond such period.
- 19.4. The General Managers/DIOs of District Industries Centres shall maintain a

separate register providing enterprise-wise details related to (a) receipt of applications (b) sanctions (c) receipt of funds & releases.

- 19.5. All sanctioned files pertaining to DIEPC and SLC cases, and other documents/details related thereof shall be kept for a period of 12 years or until one more year after completion of the stipulated continuous production period, whichever is later, and made available for inspection of audit / inspecting authorities. Files pertaining to audit objection if any, shall be kept in record till such objections are cleared/deleted from the audit paras.

20. RECOVERY OF INCENTIVES SANCTIONED UNDER THE SCHEME:

- 20.1. Incentives/concessions granted to an industrial enterprise shall be liable to be recovered under the following circumstances:
- i. If the incentives/concessions are obtained by the industrial enterprise by misrepresentation of essential facts or by furnishing of false information or suppression of facts or by submission of false/fake documents etc. In addition to recovery of the incentives granted, penalty will be levied as deemed fit, and the enterprise shall be barred from availing incentives in future.
 - ii. If the industrial enterprise goes out of production within six (6) years for MSMEs and six (6) years for Large, Mega and Ultra-Mega Projects (i.e., continuous production period) from the DCP. However, in cases where the Enterprise remains out of production for a period up to 36 months due to reasons beyond its control such as shortage of raw-materials or power, change of management, recession in the market, fire accidents, natural calamities etc., and if such breakage in production has been condoned by the DIEPC/SLC exemptions from recovery/ penalty shall be granted for the corresponding period.
 - iii. If any fire accidents, natural calamities, closure of the unit due Government Policies etc., such enterprises shall be exempted from Recovery of Disbursed incentives
 - iv. If the industrial enterprise fails to furnish the prescribed statements and/ or information when it is called upon to furnish.
 - v. If the industrial enterprise effects change of management without prior approval from the financing institution concerned and the State Level Committee.
 - vi. If the industrial enterprise shifts a part or whole of the industrial Enterprise/Industry or lease out the whole or part of premises or the plant and machinery after receiving a part or whole of the incentives without prior approval of the DIEPC/SLC.

- vii. If the whole or part of the industrial enterprise is sold or leased out without the prior approval of the DIEPC/ SLC. If the industrial enterprise enters into a contract of any nature whatsoever by transferring the Management, without the prior approval of the DIEPC/SLC.

20.2. In the event of recoveries for reasons as above, the corresponding amounts shall be recovered treating them as arrears of Land Revenue under A.P. Revenue Recovery Act, 1864 and the GM, DICs will be designated as recovery officers by suitable Government Orders.

20.3. In this regard, the GM, DIC concerned should monitor the progress of the Enterprises and submit report to the Commissioner of Industries.

21. FURNISHING OF STATEMENT OF ACCOUNTS/ INFORMATION BY ELIGIBLE INDUSTRIAL ENTERPRISES:

21.1. Industrial Enterprises, which obtain incentives under the Scheme, shall furnish certified copy of audited accounts including Balance Sheet before 30th June of the succeeding year to the disbursing agencies i.e., to the GM/DIO, DIC, of District concerned through online system. Such statement should be furnished for a period of minimum six (6) years (continuous production period) as the case may be. Further industrial Enterprises should also furnish details of production, sales, employment, etc., through online system in the proforma prescribed, to the DIO/GM, DIC concerned as an Annual Return, before 30th June of the succeeding year. However, Micro Enterprises may furnish only the Annual Performance Report in the proforma prescribed, to the General Manager/DIO, DIC concerned as an Annual Return, before 30th June of the succeeding year, for a period of six (6) years (continuous production period), after going into commercial production. In case if any entrepreneur fails to submit the certified audited accounts including Balance Sheet or Annual Performance Report on time, the recurring incentives in future will be stopped. (Please refer to ANNEXURE – XIX for Annual Performance Report requisite format).

22. INTERPRETATION:

22.1. When any matter arises for the purpose of interpretation on which State Level Committee (SLC) could not take a decision or in case where any suggestions are made outside the scope of SLC in regard to implementation of the Scheme, such matters shall be referred to the Industries & Commerce Department, Government, of Andhra Pradesh for decision.

23. PENALTIES:

- 23.1. Without prejudice to anything included in this paragraph, it is hereby ordained that any willful misrepresentation of facts, action/inaction on behalf of entrepreneur leading to irregular sanction/disbursement of incentives under the above policies will invite civil and criminal action as per extant laws besides recovery of the amount irregularly disbursed, if any, and debarring the unit from claiming incentives in the future.

24. GRIEVANCE REDRESSAL:

- 24.1. In case of any complaints/ grievances regarding sanction/ disbursement of incentives under this Policy the respective entrepreneurs may take up the same with DIEPC in the case of Micro Enterprises and SLC in the case of small, medium and higher categories of industry. Such representations shall be made to the GM/DIO, DIC and Commissioner of Industries respectively for placement in DIEPC/ SLC. In case the complaints/ grievances are not resolved at DIEPC/SLC the appellate authorities shall be SLC/ Government respectively. The decision of the appellate authority shall be final.

25. MONITORING & REVIEW:

- 25.1. Implementation of the incentive schemes shall be monitored and reviewed periodically by the Commissioner of Industries for their effectiveness with respect to the intended objectives of the APIDP 2023-27, and also to take inputs regarding the mode of implementation of the schemes. Based on such inputs the Commissioner of Industries may propose appropriate modifications either in the Policy or the mode of implementation of any scheme of incentive for the consideration of Government. However, change in form, structure or contents of application forms, introduction of new formats for submission of applications etc. will be fully within the competence of the Commissioner of Industries & Commerce. The Commissioner of Industries & Commerce may also take steps for updating/ making necessary modifications as needed in the Incentive Portal from time to time.

EXPLANATORY NOTES

1. The terms 'entrepreneur' and 'promoter', depending upon the context of their use in these guidelines, may be taken as meaning proprietor in the case of a proprietary firm, managing partner in the case of a partnership firm and Managing

Director, CEO, or persons duly authorized to make decisions/sign documents related to applying and availing incentives under this Policy by the Board or highest decision making authority in the case of other forms of constitution of the enterprise, like Company, Cooperative Society etc.

2. The term 'Industry', depending on the context of its use in these guidelines may be taken as meaning a single industrial unit or a group of industrial units, or all industrial units collectively.
3. In the context of non-manufacturing enterprises (enterprises in service sector, logistics sector, R&D units etc.) the term 'production' may be taken as meaning 'operation'.
4. The terms 'incentive', or 'incentives', depending on the context of its use in these guidelines, may be taken as meaning one or more specific items of incentives or all the incentives and concessions under this Policy.
5. The terms 'Eligible Fixed Capital Investment' and 'Fixed Capital Investment' are interchangeably used in these guidelines. Similarly, terms 'Capital Investment Subsidy' and 'Investment Subsidy' may also be taken as meaning the same.
6. The terms Plant & Machinery, Plant & Equipment, and Machinery & Equipment are used to mean items of plant, machinery, and equipment, whether readily available standard items, or manufactured/fabricated based on customized design. It will also include all auxiliary equipment needed directly or indirectly for production purpose like overhead cranes, packaging machines/equipment, conveyor systems, storage tanks etc. However, items which are mobile in nature like forklifts will not be considered.

R KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

ANNEXURE – I

LIST OF INELIGIBLE MANUFACTURING ACTIVITIES

Sl. No.	ACTIVITY
1	Khandasari Sugar and Sugar Mills and Jaggery making.
2	Distilleries, Rectified Spirit (Alcohol) from Molasses, Breweries, Beer and other Alcoholic Drinks, except Winery and Bio-Ethanol meant for blending with petrol.
3	All animal rearing/farming like poultry, piggery etc.,
4	All types of Hatcheries except mechanized hatcheries
5	Alcohol based Industries except Pharmaceuticals, APIs, Intermediates, Drug and other products having utility for medical purposes
6	Varnishes and Thinners, Painting works and spray-painting units
7	Cotton ginning except Modern ginning as per the norms of Technology Mission on Cotton, Ministry of Textiles, Government of India
8	Chloral Hydrate.
9	Lime Kiln/Burnt Lime/Hydrated Lime, except units adopting Rotary kiln system.
10	Book binding/Note Books/Exercise Note Books/Registers/Ledgers/File Pads/Office Files, Rubber stamp making, and envelopes with investment of less than Rs. 50 Lakhs in plant and machinery
11	Tobacco barons/tobacco re-drying/processing, Beedi /Cigarette manufacturing and other Tobacco based products. Units for cutting raw tobacco and sprinkling jaggery for chewing purposes and Gutkha manufacturing units.
12	All types of Saw-mills, sawing of timber, except wooden furniture and wood based products making units with investment on plant & machinery more than Rs.20 lakhs.
13	Road Metal/ Stone Crushing/Coal Pulverizing except Robo Sand or Manufactured Sand with investment on plant & machinery more than Rs.1.00 Crore
14	Soap making units not operated by power driven machinery with investment on plant & machinery less than Rs.50 lakhs.
15	Shampoos and other Cosmetic items except those having National / International Certifications and with investment on plant & machinery more than Rs.50 lakhs
16	Cinematography/ Videography / Video Parlours /Theatres/ Photo studios.
17	All industries of mobile nature like rigs, concrete mixing plants, road metal mixing, readymade concrete mixing etc., including site oriented industries.
18	All types of printing including flexi printing except cloth printing, 3D Printing with investment on plant & machinery more than Rs.25 lakhs.

19	Tailoring except readymade Garments with investment on plant & machinery more than Rs.10 lakhs.
20	Mining and Quarrying
21	All types of Generation, Transmission and Distribution of Electricity
22	Servicing and /or repairing units activities except Cold storage & Seed processing units and Industry related service activities listed in section-III services sector 7.1.2. as mentioned in G.O.Ms No.22 dated 19.03.2023.
23	Calcium carbide and Silicon carbide manufacturing.
24	Ferro Alloys Manufacturing
25	Steel Structural and fabrication works other than the Heavy Structural Fabrications given in Para 5.3.8
26	Steel gates/grills, G.I. Buckets, Gamelas, Boiling Pans, Trunks, Spades, Mamotees, Shovels and Bins and Bright bars, except mechanized units with investment on Plant and Machinery more than Rs.20 Lakhs.
27	Composite Units setup for manufacture of an eligible items along with in-eligible items except when the proportion of in-eligible items in the total production is less than 10% in value of the total turnover
28	Manufacturing of Plastic carry bags, Single use plastic and other items restricted or banned as per norms of GOI/ State Government authorities from time to time
29	Fire crackers manufacturing enterprises
30	Tyre Pyrolysis, Tyre re-treading units
31	Manure mixing, physical mixing of fertilizers except the units with mechanised process with investment on Plant and Machinery more than Rs. 25 Lakhs.
32	Steel Ingots/Billets, Except Green field Integrated Steel Plants, which produces Steel Ingots, Billets, Coils, Strips, Slabs or Alloy Steels through Blast Furnace /Induction Furnace route starting with iron ore and using the liquid metal produced from the Blast Furnace to make Ingots, Billets, Coils, Strips, Slabs or other Steel Alloys without using Electric Arc Furnace. However, these Greenfield Integrated Steel Plants shall not be eligible for reimbursement of power cost.
33	Manufacturing of all types of Metal/ Non-metal /other material ornaments/ imitation jewellery except those with investment in Plant & Machinery more than Rs.10 lakhs

34	Clay Brick-making units except units making refractory bricks and those making bricks from fly ash and similar industrial waste as base raw material.
35	Rice mills, packaged drinking water, aerated water, cool drinks
36	Manufacturing of Asbestos-based products.
37	Animal/ cattle/ aqua / poultry feed and non-edible ice blocks except units with investment in plant & machinery more than Rs.50.00 lakhs.
38	Any other industry notified by the State Government for inclusion in this list from time to time.

ANNEXURE - II

INDUSTRY RELATED SERVICE SECTOR

1	Industrial / Material testing laboratories / Technical testing and analysis, Hall Marking Centres
2	Iron Scrap/Plastic/Paper/Hay etc. Baling presses
3	Auto servicing and /or repairing units, engineering machining workshops, Common effluent treatment plants
4	Packaging activity
5	General Engineering and Fabrication works
6	Refilling of Medical oxygen and/ or its container
7	Transportation & Logistic Management Services including Cold Chain Logistic Services
8	Industry Related Environmental Services including Hazardous and other Waste Disposal/Management
9	Industrial Staff/Workers' Accommodation Facilities
10	Any other Service Enterprises notified by the State Level Committee for inclusion in this list from time to time.

The Capital Subsidy i.e. Investment Subsidy only approved above Industry related Service Activities.

ANNEXURE - III

COMMON APPLICATION FORM FOR SANCTION OF INCENTIVES

(Fields will be auto populated wherever applicable)

1. Personal Details

1.1.	Promoter's/Managing Director's Name	Mr./ Ms. / Mrs.	
1.2.	Father's/Husband's Name	C/O/ W/O S/O D/O	

1.2 Office Address

1.2.1.	Plot/Survey No.	
1.2.2.	Street/Village Name	
1.2.3.	City/Town	
1.2.4.	Country	
1.2.5.	State	
1.2.6.	District	
1.2.7.	Pin Code	
1.2.8.	Email ID	
1.2.9.	Telephone Number (Including STD and ISD Code)	

(Aadhaar of Proprietor in case of Proprietorship, Managing Director in case of partnership firm, Company (LLP), cooperative society, Trust)

2. Enterprise Name

2.1	Name of the Enterprise	
-----	------------------------	--

3. Enterprise Location & Details

3.1.	Plot/Survey No.	
3.2.	Street/Village Name	
3.3.	City/Town	
3.4.	District	
3.5.	Mandal	
3.6.	Pin Code	
3.7.	Email Id	
3.8.	Telephone Number	
3.9.	Fax	
3.10.	PAN	
3.11.	GST Number	
3.12.	Nature of Enterprise	
3.13.	GST Certificate	

4. Details of Managing Director's/Director/Partners

S.No.	Name	Gender	Physically Handicapped	Community	Share (in %)

4.1 Caste Certificate (Upload)

5. Employment Information (Full-Time Employees)

Employment Category	Male (No's)	Female (No's)	Total (No's)

Management & Staff			
Supervisors			
Workers			
Total			

6. Enterprise Information

6.1.	Sector of Enterprise	
6.2.	Type of Enterprise	
6.3.	Total Investment (Plant & Machinery) (in INR Lakhs)	
6.4.	Category of Enterprise	
6.5.	Type of Registration	
6.6.	Registration Number	
6.7.	Date of Registration (DD/MM/YYYY)	
6.8.	Major Line of Activity	
6.9.	Date of Commencement of commercial production (DD/MM/YYYY)	
6.10.	Type of Land	
6.10a	Date of Lease/Sale Agreement/Sale Deed	
6.10b	Lease applicable till (DD/MM/YYYY)	

Uploads - Registration Certificate & Land Lease/ Sale Agreement / Sale Deed

7. GST Return Details for the First Month of Production

7.1.	Date of First Sales Bill (DD/MM/YYYY)	
7.2.	Date of Return Filing (DD/MM/YYYY)	
7.3.	GST Paid (in INR)	
7.4.	Payment Receipt Number	

Uploads – First Sale Bill & First Sales Return**8. Status of Enterprise**

Status of Enterprise	New/Expansion
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9. Line of Activity

S.No.	Line of activity	Units	Annual Capacity	Value (in Lakhs)

10. Fixed Capital Investment details

S.No.	Type of Assets	New Enterprise	Investment Amount (in Lakhs)
1	Buildings		
2	Land		
3	Plant & Machinery		
4	Total		

For expansion/diversification, additional fields include expansion/diversification investment amount & % increase (auto-calculated on initial investment amount).

11. Financing of Enterprise

Financing of Enterprise	Bank and NBFC/ Self- Financed
-------------------------	-------------------------------

11.1 Uploads:

A. Banks & NFC

1. Statement of Accounts (including machinery)
2. Term Loan Sanction Letter
3. Civil Engineer Certificate on civil works (Please refer **ANNEXURE – XV** for the requisite format)
4. Board resolution/ partnership deed
5. Secondhand machinery certificate (certified by CA &CE)
6. Self-fabricated machinery (Please refer **ANNEXURE – XVII** for the requisite format)
7. Bills and invoices
8. Power Release certificate
9. DCP Certificate by GM

B. Self-Financed

1. Machinery certificate (Please refer **ANNEXURE – XVIII** for the requisite format)
2. Second hand machinery certificate (certified by CA &CE)
3. self-fabricated machinery (Please refer **ANNEXURE – XVII** for the requisite format)
4. Civil Engineer Certificate on civil works (Please refer **ANNEXURE – XV** for the requisite format)
5. Power release certificate
6. Board resolution/ partnership deed
7. Bills and invoices
8. DCP by GM (only for those who have not applied online)
9. certificates such as boiler, CFO etc. are auto populated

C. Other Documents:

1. GST Registration (wherever required)
2. Registered land lease/ sale agreement
3. 1st sale bill
4. 1st sales return (1st months sales return)
5. Caste certificate in case of SC/ST/BC/Minorities

6. Partnership deed/ Certificate of Incorporation
7. All the required documents as per Check slip (Annexure-XX) for the first time of the claim

11.2 Details of Financial Institution and Loan amounts (Only for Banks & NBFCs)

Term loan sanction	Name of Financial Institution	Branch & Address of Financial Institution	Date of Filing of Application (DD/MM/YYYY)	Sanction Reference Number	Date of Sanction (DD/MM/YYYY)	Amount Sanctioned

11.3 Project Cost, Loan Sanctions and Release, Assets Acquired (in Lakhs) (Only for Banks & NBFCs)

Nature of Asset	Approved Project Cost	Quantum of Loan Sanctioned	Enterprise Share	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired.
Land							
Buildings							
Plant & M/c.							
Machinery							
Contingencies							
Erection							
Technical know-how, feasibility study							
Working capital							
Total							

11.4 Details of machinery

S.No	Name of the machine with specifications	Condition of Machine	Imported directly by entrepreneur	Name of Supplier	Supplier GST Number	Date of placement of order (DD/MM/YYYY)	e- way Bill No	Bill Date (DD/MM/YY YY)	Amount of the bill including freight, Insurance, taxes, etc. (in lakhs)

Upload option is provided for investors with a lot of equipment in excel as per the table format

12. Power Details

S.No.	Source of Power	Service Connection No.	Total Power Connected	Units	Date of Power Connection (DD/MM/YYYY)

13. Details on incentives availed from Govt. of India

Have you availed any incentives from Govt. of India	Yes/No
---	--------

If Yes:

S.No.	Scheme	Incentive Type	Incentive Amount	Incentive Application Date (DD/MM/YYYY)	Incentive Sanction Date (DD/MM/YYYY)	Name of Lead Banker

Declaration: I/We hereby declare that information provided on incentives availed from Govt. of India is complete. Any deviation from information provided shall make me liable for legal action as specified under respective acts/codes and rules including withdrawal of incentive specified under respective acts.

14. Special GO from Govt. of Andhra Pradesh

Have you availed any special GOs from Govt. of Andhra Pradesh	Yes/No
---	--------

If Yes:

(Upload GO)

15. Bank Details (for incentives disbursement)

Type of Account	Bank Name	Branch	IFSC Code	Account No.	Re-enter Account No.	Upload Canceled cheque leaf

Note: Investor can enter multiple bank accounts such as term loan account, working capital loan account etc.

16. Other Details

S.No	List of Categories	Yes/No	Date	Upload Document	Remarks
1.	Has there been a break in production of the enterprise?				
2.	Has the enterprise been purchased from other sources?				

3.	Has there been a merger of the enterprise?				
4.	Has there been an amalgamation of the enterprise?				
5.	Has there been a change in management of the enterprise?				
6.	Does Enterprise have any additional Line of Activity?				
7.	Whether enterprise separate Identifiable Investment?				

DECLARATION

1. I / We hereby confirm that the contents of the claim application are true to the best of my our knowledge.
2. I am authorized to file this application and I will take full responsibility of the information mentioned. I /We hereby confirm that to the best of our knowledge and belief, information given herein before and other papers enclosed are true and correct in all respects. We further undertake to substantiate the particulars about promoter(s) and other details with documentary evidence as and when called for. I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of IS/Stamp Duty/ Land Conversion Charges/ Land Cost / netSGST etc. are found to be disbursed in excess of the amount admissible whatsoever the reason.
3. Authorization by the other Partners/Board of Directors Resolution wherein the Name, Designation and signature are attested.
4. I / We abide by the provision under APIDP 2023-27, State Incentives and further abide by the changes / modifications made by the State Government. I / We also abide by the decisions of Industries &Commerce Department.
5. I / We shall not change the location of the whole or part of the industrial Enterprise or effect any substantial contraction or disposal of substantial part of its total capital investment within a stipulated period from the DCP.
6. I / We assure that the State incentives applied for will be used solely for the development of the Enterprise and shall produce utilization certificate to the District Industries Centre (DIC) within one year and furnish annual progress report and certified copy of audited accounts to

the DIC for a stipulated period from the DCP.

7. If the amount of Investment Subsidy is found to be disbursed in excess of the amount actually admissible whatsoever the reason, I/We hereby agree that I/We shall forthwith repay the amount released to me/us under the scheme.
8. In case a claim is made as a Benami as defined under Benami Transactions Act 2016, I understand that action shall be taken against me as per respective provisions of the act.
9. In case of wrong claim, I shall repay the entire amount of Concession(s) availed under APIDP 2023-27 in lumpsum with prevailing interest.
10. I / We shall agree that apart from other consequences, I / We will forego the eligibility for the continuance of incentives and other financial concessions for further years if these incentives / financial concessions were obtained by misrepresentation of facts or in case of misutilization. I / We not only agree to pay back these incentives / financial concessions but also authorize State Government to call back the same through summary proceedings under the provisions of R.R.Act 1864.

ANNEXURE-IV

SELF-COMPUTATION SHEET FOR ELIGIBLE INVESTMENT SUBSIDY DETAILS

(Fields Will Be Auto - Populated If Applicable)

Details of Land Purchased

S.No	Area (in sqm)	Value as per approved project cost (in INR)	Purchase Value (in INR)	Stamp Duty (in INR)	Registration Fees (in INR)	Building Plinth Area (in Sqm.)	Eligible Value of Land (in INR)

Details of Factory Building

S.No	Item	Actual Cost as per Civil Engineer Certificate	Cost as per APSFC Rates	Calculation Details as per APSFC Rates
1	Main factory shed			
2	Raw material and finished products godown			
3	Office room and lab room			
4	Cooling water ponds			
5	Boiler shed and generator Room			
6	Effluent treatment ponds, etc.			
7	Overhead tanks, bore-wells and pump house and sump			
8	Fencing and gate			
9	Architect fees and supervision Charges			
10	Compound wall			
11	Canteen			

S.No	Item	Actual Cost as per Civil Engineer Certificate	Cost as per APSFC Rates	Calculation Details as per APSFC Rates
12	Workers rest room			
13	Time office			
14	Cycle/vehicle stand			
15	Security shed			
16	Toilet room & sanitary fittings			
17	Total			

Documents

Civil Engineer Certificate (Please refer ANNEXURE – XV for the requisite format)	(Upload)
Approved Area Certificate by Town & Country Planning	(Auto populated)
Chartered Engineer Certificate for Self-Fabricated Machinery (Please refer ANNEXURE – XVII for the requisite format)	(Upload)

Details of Machinery

S.No	Name of the machine with specifications	Condition of Machine	Imported directly by entrepreneur	Name of Supplier	Supplier GST Number	Date of placement of order (DD/MM/YY)	e-way Bill No	Bill Date (DD/MM/YYYY)	Amount of the bill including freight, Insurance, taxes, etc. (in lakhs)

Have you availed any special GO from GoAP: Yes/No If Yes,

1. Eligible investment subsidy % as per GO:
2. Upload the GO: (Auto populated) If No,
3. Eligible investment subsidy % as per applicable policy:

Total Eligible Value of Plant and Machinery (in INR): (Auto populated)

Computed Cost for Land, Factory and Machinery

S.No.	Parameter	Value in Rupees
1	Eligible cost of land for investment subsidy	
2	Eligible cost of factory, building for investment subsidy	
3	Eligible cost of machinery for investment subsidy	
4	Total eligible capital investment	
5	Eligible investment subsidy in %	
6	Eligible investment subsidy in % as per the application date	
7	Total Eligible investment subsidy (Value)	

ANNEXURE-V

SELF-COMPUTATION SHEET FOR THE REIMBURSEMENT OF STAMP DUTY/ LAND CONVERSION

(Fields will be Auto - Populated wherever it is applicable)

Document No.	Amount of Stamp Duty Transfer duty & Mortgage duty Paid (In INR)	Date of Payment of Stamp Duty ,Transfer duty & Mortgage duty (DD/MM/YYYY)	Registered Land sale Deed/ Lease Deed/Transfer Deed/ Land Conversion / Mortgage Documents	Payment Receipt Numbers	Payment Receipt
			(Upload)		(Upload)

1	Area of the land Purchased (as per registered sales deed) (in Sq.Mts)	
2	Plinth area of the building (as per approved building plan) (in Sq.Mts)	
3	Five times of the plinth area of factory buildings (in Sq.Mts)	(Auto Populated)
4	Eligible area for reimbursement beyond 5 times plinth area (in Sq.Mts)	
5	Reasons for increase in plinth area	
6	Nature of transactions/deed registered for industrial use (sale/lease-cum- sale Transfer deed/financial deeds and mortgages etc.)	
6.1	Purchase value of land as per document	
7	Date of registration (DD/MM/YYYY)	
8	Name of Sub-Registrar Office, where registered	
9	Details of payment of stamp Duty	
10	% reimbursement of stamp Duty	(Auto Populated)
11	Applicable stamp duty reimbursement amount	(Auto Populated)

Land Conversion Details (Auto – Populated if applicable)

12	Land Conversion charges paid	
13	Date of payment of land conversion	
14	Payment Receipt No	
15	RDO Copy for Land Conversion	(Upload)
16	Payment Challan	(Upload)
17	% reimbursement of land conversion charges	(Auto Populated)
18	Have you availed any special GO, if Yes, upload	(Upload)
19	Applicable land conversion reimbursement amount	(Auto Populated)
20	Final Eligible Land Conversion incentive amount to be Reimbursed	(Auto Populated)

Land Cost Details

21	Date of payment of land cost	
22	Payment Receipt No.	
23	% reimbursement of land cost	
24	Have you availed any special GO, if Yes, upload	(Upload)
25	Applicable land cost reimbursement amount	(Auto Populated)
26	Final Eligible Land cost incentive amount to be Reimbursed	(Auto Populated)

ANNEXURE- VI

SELF-COMPUTATION SHEET FOR ELIGIBLE FIXED POWER COST REIMBURSEMENT

(Auto - Population of data wherever it is applicable)

1	Industrial Service Connection Number	
2	Category of Connection (LT/HT)	
3	Connected Power Load at the time of DCP (in KVA)	
4	Power Release Date (DD/MM/YYYY)	
5	Have you availed any special GO from Government of Andhra Pradesh	
6	Eligible Rate per Unit (As per the GO Uploaded)	
7	Upload Relevant GO	

S N o.	Source of Power	Month to be Applied	Year to be Applied	Units Consumed as per Power Bill	Light & Fans and Colony Consumption Units	Eligible Units as per Bill	Rate per Unit	Amount Paid as per Bill	Eligible Rate of Incentive	Eligible Incentive Amount	% of Eligible Incentive Amount	Power Receipt	Power Bill

Final eligible incentive amount to be reimbursed : (auto populated) Select Bank Account:

ANNEXURE- VII

SELF-COMPUTATION SHEET FOR ELIGIBLE INTEREST SUBSIDY REIMBURSEMENT

Enter Financial Institute Details	
Bank Name	
IFSC Code	
Bank Address	(auto populated based on IFSC Code)
Bank Proof	(Passbook/ Cancelled Cheque Leaf)
Account Number	
Loan Sanctioned Amount	
Date of Sanction	

(Can add multiple banks)

Details of Financial Institutions						
S.No	Bank Name	Bank Address	Proof	Account No.	Loan Sanctioned (in INR)	Date of Sanction
(Auto population of data where ever it is applicable)						

Upon clicking each bank:

S.No	Date of disbursement of term loan	Loan Amount disbursed (in INR)	Remarks

- 1) Is moratorium period applicable: Yes/No
- 2) Rate of Interest:
- 3) Repayment Installment type: Monthly/ Quarterly/ Semi-Annual/ Annual
- 4) Total No. of Installments:
- 5) Projected Installment Amount:

6) Has the enterprise availed TUF subsidy from GOI: Yes/No

If Yes:

a) Amount of TUF subsidy sanctioned during the application period:

b) Data of sanction of TUF subsidy:

S.No	Date	Outstanding Term Loan due after repayment of installment	Installment No	Interest Payable as per projected installment (in INR) (diminishing the principal amount)	Interest paid by the unit to the financial institution during the period	Eligible Interest Amount	Eligible Rate of interest per annum	Eligible amount applicable for subsidy	Eligible % as per application date	Final Eligible Amount of Reimbursement

7) Documents to be uploaded

- Interest Paid Certificate
- Loan Disbursement Certificate
- Bank Certificate on Status of Loan

For the above certificates, we shall approve standard certificates issued by bank on its official letterhead.

ANNEXURE – VIII - A
SGST REIMBURSEMENT FORM

S.No.	Parameter	Value
1	Andhra Pradesh GST	
2	Andhra Pradesh GST Registration Date	
3	GSTR 2A	
4	GSTR 3B	
5	Tax Paid Receipts	

Production Details for the Financial Year

S.No.	Line of Activity	Production Quantity in FY	Prevailing Tax Rate

Have you availed any special incentives from Government of Andhra Pradesh: Yes/ No If Yes, upload GO

SGST amount paid by the enterprise for financial year of goods manufactured by the enterprise in state of Andhra Pradesh (in INR) (As certified by the Commercial Tax Department).

S.No.	From	To	Input SGST Paid	Output SGST Paid	Net SGST	Eligible % of SGST	Eligible % of as per Application Date	Eligible SGST reimbursement amount

ANNEXURE –VIII- B

FORM-A

**APPLICATION-CUM CERTIFICATION OF COMMERCIAL TAX DEPARTMENT
SHOWING TAX PAID BY THE ENTERPRISE FOR AVAILING REIMBURSEMENT
UNDER INDUSTRIAL INVESTMENT PROMOTION POLICY (IDP)-2023-27**

(G.O. Ms. No. 22 Industries and Commerce (P&T) Department, dated. 19/03/2023)

YEAR - 20 - 20

To:

Commercial Taxes Department

Sir,

I am to request you to Certify for reimbursement of Net SGST _____% under the Industrial Development Policy 2023-27.

1. Name of the Enterprise/Industry and Address.

<i>Name of the Enterprise / Industry and address (Administrative office)</i>	

2. Name of the goods manufactured in Andhra Pradesh in his own Enterprise/industry.

Unit name:		
Item wise production details during the Year:	Units	Qty.
a)		
b)		
c)		
Total		

3. SGST paid by the Enterprise/industry under the Andhra Pradesh Goods and Services Tax Act, 2017 for the year: 20 - 20 (Three Units put together)

Sl.No	Description	Gross SGST Payable in Rs.	SGST Paid through ITC in Rs.	SGST Net Cash Paid in Rs.	Remarks
(a)	(b)	(c)	(d)	(e)	(f)
1-A	SGST paid on Goods Produced in the units to which incentives granted and sold				Eligible for incentive

4. Name of the Bank with its branch

Name and bank account No. through Which the payment was made:

5. R.C No. of the Dealer under the Andhra Pradesh Goods and Services Tax Act

I duly verify that all the facts and figures furnished above are correct.

Station :

Signature of Authorized Person

Date :

with Firm/Office Seal.

(Proprietor/Partner/Managing Director/Director)

(Strike out whichever is not applicable)

CERTIFICATE

It is certified that all the facts and figures furnished by the Enterprise is verified with the returns and found that the Net SGST Payable, SGST paid through ITC and SGST Net Cash paid for the year 20 - 20 are as under:

A.

Sl.No	Description	Gross SGST Payable in Rs.	SGST Paid through ITC in Rs.	SGST Net Cash Paid in Rs.	Remarks
(a)	(b)	(c)	(d)	(e)	(f)

1-A	SGST paid on Goods Produced in the units to which incentives granted and sold (other than paid under RCM)				Eligible for incentive
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Place:

Date:

**Signature of the Officer
(Concerned)
Official Seal**

Note: This application form, if photocopied must be exactly as per original & it must be both sides of the page.

ANNEXURE: IX

APPLICATION -CUM -VERIFICATION FORM FOR INTELLECTUAL PROPERTY ACQUISITION COST REIMBURSEMENT UNDER INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

1. (a) Name and Address of the Enterprise : (Office & Factory Location(s))

(b) Telephone No. Factory & Office :

(c) E-mail :

2 UDYAM
REGISTRATION No & Date :
(Enclose an attested copy)

3. Item(s) of manufacture/processing as indicated in the UDYAM REGISTRATION No.

4. Proof of functional status of the Enterprise as on the date of submission of Application.

(In case of any dispute regarding IP Acquisition cost, the issue will be referred to SLC and the decision of SLC is final).

5. Details of IP Acquisition cost.

6. Name and address of the Agency/Organization:

7. Details of expenditure incurred for IP Acquisition, furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from Central Govt. (including DC-MSME /State Govt./ Financial Institution etc. for IP Acquisition (furnish an Undertaking / declaration (in original) from the

Managing Director/ Proprietor/ Managing Partner of the Enterprise duly sworn before a Notary).

DECLARATION

(full name).....S/o.....Managing Director/ Proprietor / Managing Partner is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of IP Acquisition cost is found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s (enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____

Membership No._____Full address

Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAM REGISTRATION must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the Inspecting Officer:

(To be filled by concerned Inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name
& Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO with Office Seal.

Note: This application form, if photo copied must be exactly as per original & it must be both sides of the page.

ANNEXURE: X

**APPLICATION -CUM -VERIFICATION FORM FOR TECHNOLOGY UPGRADATION
& ACQUISITION COST REIMBURSEMENT UNDER INDUSTRIAL DEVELOPMENT
POLICY– 2023-27.**

1. (a) Name and Address of the.
Enterprise : (Office & Factory Location(s))
(b) Telephone No. Factory & Office :
(c) E-mail :
- 2 UDYAM
REGISTRATION No & Date :
(Enclose an attested copy)
3. Item(s) of manufacture/processing as
indicated in the UDYAM REGISTRATION
No.
4. Proof of functional status of the Enterprise
as on the date of submission of Application.
(In case of any dispute regarding Technology Upgradation & Acquisition cost, the issue
will be referred to SLC and the decision of SLC is final).
5. Details of Technology Upgradation & Acquisition cost.
6. Name and address of the Agency/Organization:
7. Details of expenditure incurred for Technology Upgradation & Acquisition
cost, furnish a CA certificate of expenditure (in original) giving the details
along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from
Central Govt. (including DC-MSME /State Govt./ Financial Institution etc. for
Technology Upgradation & Acquisition cost (furnish an Undertaking /
declaration (in original) from the Managing Director/ Proprietor/ Managing
Partner of the Enterprise duly sworn before a Notary).

DECLARATION

(full name).....S/o.....Managing Director/ Proprietor / Managing Partner is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of Technology Upgradation & Acquisition cost is found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s (enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____

Membership No._____Full address

Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAM REGISTRATION must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the Inspecting Officer:

(To be filled by concerned Inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name
& Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO with Office Seal.

Note: This application form, if photo copied must be exactly as per original & it must be both sides of the page.

ANNEXURE: XI
APPLICATION -CUM -VERIFICATION FORM FOR QUALITY CERTIFICATION
CHARGES UNDER INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

1. (a) Name and Address of the Enterprise : (Office & Factory Location(s))

(b) Telephone No. Factory & Office :

(c) E-mail :

2 UDYAM
REGISTRATION No & Date :
(Enclose an attested copy)

3. Item(s) of manufacture/processing as indicated in the UDYAM REGISTRATION No.

4. Proof of functional status of the Enterprise as on the date of submission of Application.

(A certificate (in original) from State DI/GM, DIC Confirming functional status of the Enterprise at the time of acquiring ZED/BIS/ISO/HACCP/ any other authorized / certificate. In case of any dispute regarding the authenticity of certification and related activities, the cases will be referred to SLC and the decision of SLC is final.)

5. Details of ZED/BIS/ISO/HACCP/Another Certificate.

6. Name and address of certification agency:

The Certificate must have address of the site/location certified: Scope of certification, Certificate No, date of issue & period of validity (or date of expiry) Name & Logo & Number of the Accreditation Body/Board.

(Enclose an attested copy of the Certificate)

7. Details of expenditure incurred in acquiring ZED/BIS/ISO/HACCP Certificate (excluding Hotel & Travel expenses & Surveillance charges) Furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from Centre Govt. (including DC-MSME /State Govt./ Financial Institution etc. for acquiring ZED/BIS/ISO/HACCP Certificate (furnish, an Undertaking / declaration (in original) from the Managing Director/ Director Proprietor/Partner of the Enterprise duly sworn before a Notary.

DECLARATION

(full name).....S/o.....Managing Director/ Director Proprietor / Partner / Proprietor is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of Quality certification charges are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person
with Firm /Office Seal.

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s (enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____

Membership No._____Full address

Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAM REGISTRATION, ZED/BIS/ISO/ HACCP etc Certification must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the concerned inspecting officer:

(To be filled by concerned inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name
& Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO
with Office Seal.

ANNEXURE: XII
APPLICATION -CUM -VERIFICATION FORM FOR INFRASTRUCTURE COST UNDER
INDUSTRIAL DEVELOPMENT POLICY– 2023-27.

Details of Industry:

- 1) Name of the Enterprise:
- 2) Name of the Proprietor/Managing Partner / Managing Director:
- 3) Whether it is located in Industrial Area declared by the Government: (Yes/No).
- 4) Justification for the location of Enterprise/Industry, if it is located outside the Industrial Area declared by the Government.

5) Fixed Capital Investment(in Rs.)

Nature of Assets	New /Existing Enterprise	Expansion/ Diversification/ Modernisation Project	% of increase under Expansion/ Diversification/ Modernisation Project
(1)	(2)	(3)	(4)
Land			
Building			
Plant & Machinery			
Total			

(If it is a new enterprise/industry, then column (3) and (4) need not be filled and it may be strike off)

- 6) Source of finance :
- 7) Description of the infrastructure facilities required and its objective.
- 8) How the proposed infrastructure is critical to the Industrial Enterprise.
- 9) Estimates of Infrastructure facilities and name of the Chartered Engineer/Agency who prepared the Estimates.
- 10) Duration of the Project
- 11) Copy of the Project & its approval report
- 12) Measures proposed to maintain the infrastructure created and its maintenance cost per annum.

SIGNATURE OF THE APPLICANT
COMPANY/ENTERPRISE

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s (enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____Name_____

Membership No._____Full address

Name and address of the Institution where registered.

Date:

Place:

Recommendation of the concerned Inspecting officer:

(To be filled by concerned inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name
& Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO
with Office Seal.

ANNEXURE- XIII

STATEMENT OF ACCOUNTS & LIST OF MACHINERY

(TO BE SUBMITTED ON OFFICIAL LETTERHEAD OF THE FINANCIAL INSTITUTION)

Account Statement:

1.	Name & Address of the Enterprise			
2.	Name &Address of the Financial Institution			
3.	Term loan sanction	Date of filling of Application	Date of Sanction	Amount Sanctioned (in Rs.)
	1st Loan			
	2nd Loan			
	3rd Loan etc.			

Project cost, loan sanctions and release, assets acquired (in Rs.)

Nature of Asset	Approved Project Cost	Quantum of Loan Sanctioned	Enterprise Share	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired .
Land							
Buildings							
Plant &M/c.							
Machinery contingencies							
Erection							
Technical know- how,							

Nature of Asset	Approved Project Cost	Quantum of Loan Sanctioned	Enterprise Share	Loan Received	Assets Acquired to the extent of Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total acquired .
feasibility study							
Working Capital							
Total							

If the Project cost is revised, the details. (in Rs.)

a) Date of Revision (DD/MM/YYYY): _____

Nature of Asset	Revised Approved Project Cost	Addl. Part of Approved Project Cost	Quantum of Addl. Loan Sanctioned	Quantum of Addl. Loan Received	Proportionate Asset Acquired to the Addl. Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total Assets acquired .
Land							
Buildings							
Plant & M/c.							
Machinery contingencies							

Nature of Asset	Revised Approved Project Cost	Addl. Part of Approved Project Cost	Quantum of Addl. Loan Sanctioned	Quantum of Addl. Loan Received	Proportionate Asset Acquired to the Addl. Loan Released	Assets which form Part of approved Project Cost but loan was not drawn	Total Assets acquired
Erection							
Technical know- how, feasibility study,							
Working Capital							
Total							

a) Name of the Certifying Officer:.....

b) Designation :.....

Signature of the Certifying Officer Stamp with Designation

Financial Institution Seal

Machinery Statement:

Statements on machinery including erection, freight transportation on which term loan was released and not utilized but they form part of approved project cost of M/s.

Sl. No.	Name of the machine with Specifications	Date of Placement of Order	Name of the Supplier	Date of the bill	e-way bill No.	Amount of the bill including freight, taxes, etc. (in Rs.)

For second-hand and self- fabricated machinery, enterprises should submit appropriate certificates. Standard templates are available on website for download.

Name of the Certifying Officer :

Designation :

Signature of the Certifying Officer with Designation

Financial Institution Seal

ANNEXURE - XIV- A
APPLICATION FOR DATE OF COMMENCEMENT
OF COMMERCIAL PRODUCTION (DCP)

(Auto Populated wherever it is applicable)

Basic Details		
1	Enterprise Name	
2	Entrepreneur Name	
3	Type of Ownership (Proprietary/Partnership/Pvt Ltd/LLP etc)	
4	Aadhar No	
5	PAN No	
6	GST Registration Number	
7	IEM Part I & II	
8	Type of Enterprise(Manufacturing/Service)	
9	Sector	
10	Line of Activity	
11	Whether Seasonal Industry	Yes/No
Machinery Details		
1	Machinery Name	
2	Date of Purchase	
3	Date of Installation	
Location Details		
1	Location of the unit	
2	Mandal	
3	Address	
Cost Details		
1	Land Cost	
2	Building Cost	
3	Plant & Machinery Cost	
4	Total Cost	
Uploads		
1	Power Release Certificate	
2	First Power Bill	
3	Name board image of the enterprise	

4	Udyam/ IEM Part A/ Part B	
5	First Sales Returns	
6	First Sale Bill	

ANNEXURE - XIV – B



GOVERNMENT OF ANDHRA PRADESH

DEPARTMENT OF INDUSTRIES

CERTIFICATE OF DATE OF COMMENCEMENT OF COMMERCIAL PRODUCTION

This is to certify that the unit of M/s. **“Enter Unit Name”**. ADDRESS: **“Entrepreneur Name”**, h with Parishrama Aadhar No **XXXXXXXXXXXX** has commenced commercial production on **DD/MM/YYYY**. The details submitted by the applicant found **CORRECT**.

ENTERPRISE DETAILS

Line of activity	
Type of industry	
Category of enterprise (Micro / Small / Medium / Large / Mega)	
Date of first sale bill	
Date of power release	

The Certificate is valid w.e.f. the date of commencement of commercial production unless and until withdrawn.

Date :

Place :

GENERAL MANAGER / DIO

DISTRICT INDUSTRIES CENTRE

ANNEXURE-XV

Civil Engineer Certificate for Cost of Buildings and other Civil Works

I/We hereby certify that M/s. _____ (Name of the industrial Enterprise with complete address) has completed the civil works for an estimated cost of Rs. _____ (in words)

_____. The value of item-wise cost of building and civil works is given below:

S.No.	Details	Plinth Area	Cost

Signature of Civil Engineer of Financial Institution or Chartered Engineer with Office Seal

ANNEXURE-XVI

Second-hand Machinery Certificate certified by Chartered Accountant & Chartered Engineer for all Enterprises

I/We hereby confirm that I/We have examined, and I/We certify that the following plant, machinery and equipment are purchased and installed by M/s _____ (enterprise) located at _____.

SECOND-HAND PLANT, MACHINERY & EQUIPMENT

S.No.	Name of Machinery/ Equipment	Date of Placement of Order	Name of Supplier	Address of Supplier	Supplier GST Number	e-way Bill No.	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)	Others

Total (Rs.)	Receipt No.	Date in token of receipt of amount by Supplier	Depreciated Value	Minimum Life (in years)	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm/ Office Seal

ANNEXURE-XVII

Self-fabricated Machinery Certificate certified by Chartered Accountant & Chartered Engineer for all Enterprises

I/We hereby confirm that I/We have examined and I/We certify that the following
plant, machinery and equipment are self-fabricated and installed by M/s_____ (enterprise) located at
_____.

SELF-FABRICATED PLANT, MACHINERY & EQUIPMENT

S.NO	Name and specifications of the item fabricated	Estimated Raw Material Cost (in Rs.)	Estimated Wages Paid (in Rs.)	Total Cost (in Rs.)	Minimum Life	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm/ Office Seal

ANNEXURE-XVIII

**Machinery Certificate certified by Chartered Accountant & Chartered
Engineer for Self-Financed Enterprises**

I/We hereby confirm that I/We have examined and I/We certify that the following plant, machinery and equipment are purchased and installed by M/s __ (enterprise) located at ____.

NEW PLANT, MACHINERY & EQUIPMENT

S.No.	Name of Machinery/ Equipment	Date of Placement of Order	Name of Supplier	Address of Supplier	Supplier GST Number	e-way Bill No.	Basic Cost (Rs.)	Taxes Duties (Rs.)	Insurance (Rs.)	Others

Total (Rs.)	Receipt No.	Date in token of receipt of amount by Supplier	Depreciated Value	Minimum Life (in years)	Remarks

Signature of Chartered Accountant with Firm/ Office Seal

Signature of Chartered Engineer with Firm / Office Seal

ANNEXURE-XIX
ANNUAL PERFORMANCE REPORT

(Fields will be auto populated wherever is applicable)

Name of the Enterprise	
Financial Year	

SL No	Parameter	Value
1	IEM Part B / UDYAM / (Registration No)	
2	Incentives Received	
	Capital / Investment Subsidy Received in INR`	
	SGST Reimbursement Received in INR`	
	Power Cost Reimbursement Received in INR`	
	Stamp Duty Reimbursement Received in INR`	
	Land Cost Reimbursement in IE / IDA/ IPs Received in INR`	

SL No	Parameter	Value (Yes / No)
1	Break in Production / Management	

If Yes

Time Period of Break in Production and Reasons		
From	To	Reasons

Details of Production and Capacity

Details	Quantity	Units	Value
Production			

Details	Quantity in Units	Percentage
Installed Capacity		
Operational / Utilizing Capacity		

Details of Employment

Details	Permanent		Temporary	
	Male	Female	Male	Female

Details of Financials

Details	Value (In Lakhs)
Total Investment	
Net Turnover	

Quality certification Details

Details	(Yes / No)
Quality Certification	

Place :

Date :

Signature of the Authorized Person
with the Firm/Office Seal.

ANNEXURE-XX

TO BE FILED BY APPLICANT

CHECK - SLIP

1.0. Document Enclosed

1.1. Certificate from the financing institution concerned showing term loan released and the value of assets acquired as on prior to filing of claim/within 6 months from the date of commencement of commercial production whichever is earlier together with other details and machinery statements as a statement of account in the form prescribed with attested copies of bills in case of institutionally financed Enterprises/industries.

OR

List of Plant & Machinery & Equipment purchased and installed in the prescribed form with attested copies of bills and payment proof in respect of self financed Enterprises/industries.

- | | |
|--|------------|
| 1.2. Caste Certificates issued by M.R.Os concerned in case of BC/SC/ST Entrepreneur | Yes/No/N.A |
| 1.3. Certificate from the Chartered Accountant and % of holding of equity in the company by each partner/director. | Yes/No/N.A |
| 1.4. Regd. Partnership Deed/Articles of Association and Memorandum of Association in case of Pvt. Ltd and Limited companies along with incorporation certificate/ Bye-laws in case of Indl. Cooperative along with Registration Certificate. | Yes/No/N.A |
| 2.0. <u>Documents in original to be produced to the inspecting officer of DIC for verification (tick appropriate)</u> | |
| 2.1. Approval of Director of Factories | Yes/No/N.A |
| 2.2. Boilers Certificate | Yes/No/N.A |
| 2.3. Approval of Director of Town & Country Planning / UDA | Yes/No/N.A |
| 2.4. Regular building plans approval of Municipality or Gram Panchayat. | Yes/No/N.A |
| 2.5. Consent for Operation from APPCB/Acknowledgement from the General Manager, DIC concerned | Yes/No/N.A |
| 2.6. Power release Certificate from APTRANSCO/DISCOM | Yes/No/N.A |
| 2.7. Environmental clearance | Yes/No/N.A |
| 2.8. Other statutory approvals (specify) | Yes/No/N.A |
| 2.9. Udyam Registration /IEM-Part-A/IL | Yes/No/N.A |
| 2.10. Udyam Registration /IEM-Part-B/IL | Yes/No/N.A |
| 2.11. Project Report | Yes/No/N.A |
| 2.12. Term loan sanction letters | Yes/No/N.A |
| 2.13. Board Resolution authorizing to sign and file claim etc., in case of Pvt./Ltd., Companies, Cooperatives and similar authorization in respect of partnership firms. | Yes/No/N.A |
| 2.14. Registered land Sale deed/Premises Lease deed | Yes/No/N.A |
| 2.15. C.A. and C.E. Certificate regarding 2 nd hand plant & machinery | Yes/No/N.A |
| 2.16. C.E. Certificate for self-fabricated machinery | Yes/No/N.A |
| 2.17. BIS Certificate | Yes/No/N.A |
| 2.18. Drug License | Yes/No/N.A |
| 2.19. Explosive License | Yes/No/N.A |

2.20. GST Certificate	Yes/No/N.A
2.21. Form - A	Yes/No/N.A
2.22 Form - AA	Yes/No/N.A
2.23. Form - B	Yes/No/N.A

N.A: = Not Applicable

Signature of Authorized Person with firm /
Office Seal

REMARKS OF THE INSPECTING OFFICER

Verified all the above documents submitted by the Entrepreneur and found correct.

Signature of Inspecting Officer with Designation/
General Manager.

ANNEXURE: XXI

**APPLICATION -CUM -VERIFICATION FORM FOR PATENT
REGISTRATION CHARGES UNDER INDUSTRIAL DEVELOPMENT
POLICY– 2023-27.**

1. (a) Name and Address of the
Enterprise : (Office & Factory Location(s))

b. Telephone No. Factory & Office :

c. E-mail :

2. UDYAM REGISTRATION No & Date :

3. Item(s) of
manufacture/processing
as indicated in the
UDYAM REGISTRATION
No.

4. Proof of functional status of the Enterprise
as on the date of submission of Application.

(A certificate (in original) from State DI/GM, DIC Confirming functional status of the Enterprise at the time of acquiring Patent Registration any other authorized / certificate. In case of any dispute regarding the authenticity of certification and related activities, the cases will be referred to SLC and the decision of SLC is final.)

5. Details of Patent Registration:

6. Name and address of certification agency:

The Certificate must have address of the site/location certified: Scope of certification, Certificate No, date of issue & period of validity (or date of expiry) :

(Enclose an attested copy of the Patent Registration)

7. Details of expenditure incurred in acquiring Patent Registration (excluding Hotel & Travel expenses & Surveillance charges) Furnish a CA certificate of expenditure (in original) giving the details along with bills and vouchers and proof of payment.
8. Details of reimbursement/grant/subsidy already received, if any, from Centre Govt. (including DC-MSME /State Govt./ Financial Institution etc. for acquiring Patent Registration (furnish, an Undertaking / declaration (in original) from the Managing Director/ Director Proprietor/Partner of the Enterprise duly sworn before a Notary.

DECLARATION

(full name).....S/oManaging Director/ Director Proprietor /

Partner / Proprietor is(complete address) hereby declare that the particulars given in the application are correct. In case any of the statement/information furnished in the application / documents later found to be wrong or incorrect or misleading, I do hereby bind myself and my Enterprise to pay to the Government on demand the full amount received as reimbursement in respect of above mentioned activity, within seven days of the demand being made to me in writing.

I/We hereby agree that I/We shall forthwith repay the amount released to me/us under scheme, if the amount of Patent Registration charges are found to be disbursed in excess of the amount actually admissible whatsoever the reason.

Station :

Date :

Signature of Authorised Person

with Firm /Office Seal.

Upload documents:

- i) Udyam registration
- ii) Bills, Voucher along with payment proofs

CHARTERED ACCOUNTANT CERTIFICATE

I/We hereby confirm that I/We have examined the prescribed registers, books of account and the bank statement in respect of M/s (enterprise).

I/ We hereby certify that the above figures furnished by the Enterprise holder are verified with the records of the Enterprise /Enterprise as per the provisions stipulated in IDP 2023-27 (vide G.O.Ms.No.22 Industries and Commerce (P&I) Department., dated.19/03/2023)

I/We fully understand that any submission made in this certificate if proved incorrect or false, will render me/us liable to face any penal action or other consequences as may be prescribed in the law or otherwise warranted.

Signature & Stamp/seal of the Signatory_____

Name_____

Membership No._____

_____ Full

address Name and address of the Institution where registered.

Date:

Place:

Note: The copy of UDYAM REGISTRATION, Patent Registration etc Certification must be attested by General Manager/DIO, District Industries Centre concerned.

9. Recommendation of the concerned inspecting officer:

(To be filled by concerned inspecting Officer)

a)	Amount claimed in Rs.	
b)	Amount recommended in Rs.	

The claim application of the captioned Enterprise/Industry is verified as per the operational guidelines. The Enterprise/Industry is eligible for

availing incentives under IDP 2023-27. The Enterprise/Industry did not add or remove any Plant & Machinery and there is no change of line of activity and capacity. Further, the Enterprise/Industry is in continuous operation, there is no break-in- production (if so the details of the break-in-production) and I recommend the above incentives to the captioned Enterprise/Industry.

Signature of Inspecting Officer with Name& Designation.

Remarks of the General Manager/DIO:

The applicant Enterprise/Industry is eligible for above incentives and the claim is in order. The computation of capital cost has been done as per the provisions under the scheme. I recommend for sanction of above incentives.

Signature of General Manager/DIO
with Office Seal.

ANNEXURE-XXII

VERIFICATION CUM RECOMMENDATION OF INSPECTING OFFICER

- 1.1. Name and Address of the Industry
- 1.2. Name of the Inspecting Officers :
- 1.3. Designation :
- 1.4. Date(s) of Inspection :
- 1.5. Constitution : Proprietary/Partnership/Pvt
Ltd./Limited/Coop.
- 1.6. Person (from Industry) present at the time of Inspection. :
- 1.7. Status of the Industry/Enterprises :
New/Expansion/Diversification/Modernisation

2.0. Verification certificate

Certified that contents of the claim under Investment Subsidy application and the document indicated in Check-Slip of this claim application were verified and found correct. The plant and machinery and equipment was physically verified as per the statement of machinery and found them duly installed and put on work . Further certified that the fixed assets claimed for incentives are essentially required for carrying the production in which the industry is engaged in.

3.0. Project Details:

3.1. New Enterprise.

Line of activity	Unit	Installed capacity	Value

3.2. Expansion / Diversification/Modernisation Project

	Line of activity	Installed Capacity (in units)	% of increase under Expansion/ Diversification Project
Existing Enterprise			
Expansion/ Diversification/ Modernisation Project			

3.3.Fixed Capital Investment of the Existing / Expansion / Diversification
Project (in Rs.)

Nature of Assets	Existing Enterprise	Expansion/ Diversification Project	% of increase under Expansion/ Diversification Project
Land			
Building			

Plant & Machinery(Tractor & Trailer)			
Total			
3.4	Date of commencement of production		
3.5	Date of receipt of claim application		
3.6	Date of issue of Regd. Notice calling shortfall documents/information		
3.7	Date of claim taken to call book due to non Receipt of shortfalls documents		
3.8	Date of receipt of shortfall documents/information.		

4.0.0.Capital cost computed & recommended in Rs.

4.1.0. Land:

4.1.1.	<u>Extent in Sq.Mtrs</u>	<u>Built up area in Sq.Mtrs</u>	<u>5 times built up area in Sq.Mtrs</u>	<u>Extent eligible in Sq.Mtrs</u>

4.1.2 Claim application submitted by the Enterprise for reimbursement of Stamp Duty: Yes / No.

4.1.3 Claim application submitted by the Enterprise for reimbursement of Stamp Duty: Yes / No.

(if, the Enterprise submitted the claim applications for sanction of Stamp Duty or Land cost the GM, DIC concerned should deduct the value of the same from the computation of the land cost)

(in

Rupees)

4.1.4.	Land cost	Stamp duty	Regn. Fees	Total	Approved Project cost	Proportionate eligible value
4.1.5	Computed cost					

4.2.0.Building and other civil works:

4.2.1.Approved Project cost : Rs. NA

4.2.2	Value of the items..... to of guideline	Plinth area	Rate as per the APSFC norms in Rs.	Value
	Total value of 100 % Items			

4.2.3	Value of the items..... to and similar items of guidelines not to exceed 10% of the total value of the civil works.			
				Rs.
4.2.4	Total value 10% Items			Rs
4.2.5	Grand Total Value 100% + 10% Items			Rs.
4.2.6	Computed cost :			

4.3.0 Plant and Machinery and Equipment (PM&E) :

4.3.1.	As per approved project cost	As per list of Plant & Machinery	Tech.Know how and study and turnkey charges not to exceed 10% of PM & E	2 nd hand machinery Value	% of 2 nd hand Machinery	Total
4.3.2	Computed Cost:					

4.4.0.Total Cost computed:

(In Rupees)

4.4.1	Land (4.1.5)	
	Buildings (4.2.6)	
	Plant & Machinery (4.3.2)	
	Total	

5.0 Recommended for sanction of investment subsidy mentioned below:

Investment Subsidy

5.1. Investment Subsidy: Rs.

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Signature of inspecting Officer with Designation

(On Rs.100/- Non-Judicial Stamp Paper)

AGREEMENT BOND

This agreement bond is executed on this__day of____, 20__by____S/o.____ carrying on the activity____in the name and style of M/s.____
____(Hereinafter referred to as the grantee) in favour of the government of Andhra Pradesh (herein after called in Government)and witness as follows.

Whereas the grantee has applied to the GM/DIO,DIC.....for grant of (type of subsidy).....

Whereas the said GM/DIO, DIC/Commissioner of Industries, Andhra Pradesh by his Lr.No....., Dated:..... has sanctioned Investment Subsidy/Reimbursement of power cost/ Reimbursement of Net SGST/ if any of Rs...../- (Rupees.....only)under the provisions as provided in GO Ms No:, dated:..... to the grantee for the purpose of this industry/ enterprise.

In consideration of the Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any of Rs.____/-(Rupees _____ only) sanctioned as per the letter No.____, Dated:____of the Commissioner of Industries/ Director of Industries, Andhra Pradesh (the receipt whereof the grantee hereby acknowledge) the grantee hereby covenants as follows:

1. If the Government are satisfied that the subsidy has been obtained by his representation as to essential facts furnishing of false information or if the unit goes out of production/Sale of Asset(s)/ within stipulated period after commencement or if the Ownership/Management of the unit is transferred /Changed without prior permission of Commissioner of Industries/ Director of Industries; the Government has the right to claim refund of the Investment Subsidy/Reimbursement of power cost/reimbursement of sales tax/if any of Rs.____/-(Rupees____only) paid to the grantee, together with such interest as the Government may charge.
2. The Grantee shall not change the location of the whole or part of the industrial unit or effect any substantial construction or disposal of substantial part of its total capital investment mentioned in Schedule 'A' below within period of stipulated period after the unit commences production.
3. The Grantee shall furnish to the Government a valid certificate of utilization of the

grant of Rs.-----for the purpose for which it was given within a period of one year from the date of receipt of the final installment.

4. The grantee shall submit annual progress report and certified copy of audited accounts to the Government for a period of stipulated period after the unit commences production.
5. The grantee shall ensure that Rs.____utilized for any purpose other than the one mentioned above, the grantee shall refund to the Government such portion of the subsidy as may be determined by Government.
6. If the grantee fails to make such refund the Government may recover such amounts of if it were arrears of land revenue under the Andhra Pradesh Revenue Recovery Act 1864.

SCHEDULE 'A'

(Particulars of underappreciated value of Land, Building and Plant and Machinery and equipment)

a) Land	:
b) Building	:
c) Plant & Machinery equipment	:
Total	:

In witness where of the Grantee has here into set his hand on the __day of __, 20__first above written

Signature of the Grantee

Witness with Address:

- 1.
- 2.

ADVANCED STAMPED RECEIPT

Received to a tune of Rs...../- (RupeesOnly) towards Investment Subsidy/ Reimbursement of Power cost/ Reimbursement of Net SGST/if any, sanctioned to M/s.....vide letter No:....., dated: of GM/DIO, DIC/Commissioner of Industries/ Director of Industries, Andhra Pradesh under GO Ms No:, dt:.....to Bank Account through CFMS.

Authorized Signatory
(On Re.1/- Revenue Stamp)

ASSIGNMENT LETTER

We wish to state that we have not obtained Bridge loan from any bank or financial Institution against the Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any, sanctioned under G.O.Ms.No: , Dated . We have availed the term loan from..... Kindly transfer the money towards payment of sanctioned Investment Subsidy/Reimbursement of power cost/reimbursement of Net SGST/if any, to us through the Bank as details given below:

Sl. No.	Details	Bank and Account details
1	Name of the Bank	
2	Branch name & Address	
3	Account No.	
4	Account type (Term Loan / CC Account)	
5	IFS Code	

Note: The unit holder should submit Term Loan Account. If it is CC Account No., the unit holder should upload NOC along with certification (i.e Term loan closure/ incentives sanctioned amount is more than term loan balance outstanding) from Financial Institution. If any, deviation, the unit holder held responsible and the released incentives amount will be recovered.

Place:
Date:

Authorized Signatory

UTILISATION CERTIFICATE

1. Name of the Enterprise/Industry with address :
2. Udyam Registration / IEM/IL (Registration No. and Date) :
3. Type of sanctioned incentives/concessions :
4. Sanction Letter No. :

Date :

Amount in Rs. :

5. Incentive amount received :

Date :

Amount in Rs. :

Certified that the said _____ incentives/concessions received by us has been fully utilized for the purpose for which it was sanctioned towards the development of the enterprise/industry as detailed below.

	Purpose	Amount utilized
1.		
2.		
3.		

Place :

Date :

Signature of the Authorized Person
with the Firm/Office Seal.

ABBREVIATIONS

AP	Andhra Pradesh
ALEAP	Association Of Lady Entrepreneurs of A.P
APEPDCL	AP Eastern Power Distribution Company
APCPDCL	AP Central Power Distribution Company
APSPDCL	AP Southern Power Distribution Company
APTRANSCO	Transmission Corporation of Andhra Pradesh
APIIC	Andhra Pradesh Industrial Infrastructure Corporation
APPCB	Andhra Pradesh Pollution Control Board
APRs	Annual Performance Reports
APSCCFC	Andhra Pradesh Scheduled Castes Co-operative Finance Corporation
APSFC	A.P. State Financial Corporation
BCs	Backward Castes
BIS	Bureau of Indian Standards
C.A.	Chartered Accountant
CEMS	Continuous Emission Monitoring System
CFMS	Comprehensive financial Management System
CII	Confederation of Indian Industry
CMD	Contract Maximum Demand
CRDA	Capital Region Development Authority
CST	Central Sales Tax
DCP	Date of Commencement of Commercial Production
DIC	District Industries Centre
DIO	District Industrial Officer
DICCI	Dalit Indian Chamber of Commerce & Industry
DIEPC	District Industrial and Export Promotion Committee
DISCOM	Distribution Company
EOT Crane	Electric Overhead Travelling crane
FAPSIA	Federation of A.P. Small Industries Association
FSME	Federation of the Small and Medium Enterprises
FTWZs	Free Trade and Warehousing Zones
GM	General Manager
GoAP	Government of Andhra Pradesh
GOI	Government of India
GRIHA	Green Rating for Integrated Habitat Assessment
HACCP	Hazard Analysis and Critical Control Points
HOT crane	Hydraulic Overhead Travelling Crane
IDP	Industrial Development Policy
IEM	Industrial Entrepreneur Memorandum
IEs	Industrial Estates

IGBC	Indian Green Building Council
IIDF	Industrial Infrastructure Development Fund
IL	Industrial License
IPO	Industrial Promotion Officer
IPs	Industrial Parks
ISO	International Organization for Standardization
ITIs	Industrial Training Institutes
MDC	Multi-Disciplinary Committee
MSEs	Micro and Small Enterprises
MSMEs	Micro, Small & Medium Enterprises
MSMED Act, 2006	Micro, Small and Medium Enterprises Development Act, 2006
MSME- DFO	Micro, Small & Medium Enterprises Development & Facilitation Office
NALA Tax	Non-Agricultural Land Assessment (NALA) Tax
NOC	No Objection Certificate
OEM	Original Equipment Manufacturers
PAN	Permanent Account Number
PPP	Public Private Partnership
R&D	Research & Development
RECs	Rural Electrical Companies
RoC	Registrar of Companies
RR Act	Revenue Recovery Act
RRB	Regional Rural Bank
RTA	Road Transport Authority
SC/ST	Scheduled Caste/Scheduled Tribe
SGST	State Goods and Services Tax
SIDBI	Small Industrial Development Bank of India
SIPB	State Investment Promotion Board
SLBC	State Level Bankers Committee
SLC	State Level Committee
SSC	Standing Scrutiny Committee
SVC	Scrutiny/Verification Committees
TUF	Technology Up gradation Fund
VAT	Value Added Tax